# **HOUSE BILL 72**

B1 (5lr0118)

### ENROLLED BILL

— Appropriations/Budget and Taxation —

Introdu	iced by	The	e Spea.	ker (B	Sy Ke	quest – A	dminis	stration)			
				Read	l and l	Examined	by Pro	ofreaders:			
										Proofre	ader.
									·	Proofre	ader.
Sealed	with	the	Great	Seal	and	presented	to the	e Governor	, for his ap	proval	this
	day	of				at			o'clock,		M.
										Spe	aker.
					(	CHAPTER					

1 AN ACT concerning

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### **Budget Reconciliation and Financing Act of 2015**

FOR the purpose of authorizing or altering the distribution of certain revenue; altering or repealing certain required appropriations; authorizing the use of certain funds for certain purposes; altering the maximum number of years for which the Department of Health and Mental Hygiene may renew a registration of certain manufacturers, distributors, and dispensers of certain controlled dangerous substances; repealing a certain requirement for a certain notice relating to abandoned property to be published in certain newspapers; requiring the Comptroller to maintain an abandoned property database containing the names and last known addresses, if any, of persons listed in certain reports; requiring the Comptroller to maintain a certain Internet Web site relating to the abandoned property database; requiring the Comptroller to publish certain notices on a certain Internet Web site; altering the time period year by which the Maryland Agricultural and Resource-Based Industry Development Corporation is to become self-sufficient and in no further need of

#### EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

Underlining indicates amendments to bill.

Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.

Italics indicate opposite chamber/conference committee amendments.



certain operating support; altering the date for requiring the establishment of a certain library; altering the method for calculating certain income tax disparity grants; requiring a local school system that has a certain structural deficit to provide certain notifications under certain circumstances; requiring the State Superintendent of Schools to require a local school system to submit a certain plan and to file certain reports under certain circumstances; requiring the State Superintendent to include certain information concerning local school system structural deficits in certain reports to the Governor and General Assembly; authorizing the Office of Legislative Audits to request certain information pertaining to certain structural deficits; providing that certain payments in certain fiscal years be based on certain revenues: prohibiting certain payments in certain fiscal years: expanding, for certain fiscal years, the purposes for which the Department of the Environment may use money in the Maryland Oil Disaster Containment, Clean-Up and Contingency Fund; altering the applicability of a certain provision of law relating to the percentage of a community provider's total operating expenses that must be spent on certain employee salaries, wages, and fringe benefits; altering the calculation of the percentage of a community provider's total operating expenses that must be spent on certain employee salaries, wages, and fringe benefits; altering a certain required appropriation so as to require, for certain fiscal years, an appropriation of a certain amount to certain accumulation funds of the State Retirement and Pension System; repealing the State Police Helicopter Replacement Fund; altering certain penalties for liquidated damages that apply to certain violations related to certain prevailing wage rates; expanding the purposes for which the Maryland Energy Administration is required to use a certain fund; altering a certain provision that authorizes a certain refund to make it certain provisions concerning the State and county earned income credits to make them applicable to State residents only; altering the amount of certificates for certain tax credits that the Secretary of Business and Economic Development may issue; requiring the Governor to provide certain information to the General Assembly when submitting certain legislation for introduction; altering, for certain fiscal years, a certain limitation on the aggregate amount of the outstanding and unpaid principal of certain revenue bonds issued by the Maryland Transportation Authority; authorizing, rather than requiring, the Maryland Aviation Administration Fire Rescue Service to charge a certain ambulance transport fee; making conforming and clarifying changes to provisions of law relating to a certain ambulance transport fee; altering the authority of the Governor to implement certain employee furlough and temporary salary reduction plans during a certain fiscal year; repealing a certain obsolete provision; altering the date and method by which the Governor is required to reduce a certain assessment by a certain amount each fiscal year; clarifying language regarding a certain appropriation; requiring the Health Services Cost Review Commission to enact adopt certain policies to achieve certain savings for certain fiscal years; a certain fiscal year; requiring the Health Services Cost Review Commission to submit, on or before a certain date, a certain alternative plan to achieve certain savings to the Department of Health and Mental Hygiene and the Department of Budget and Management under certain circumstances; altering the requirements of a study to be performed by the Maryland Transportation Authority; altering, for a certain fiscal year, the criteria to be used for a certain program that provides stipends to certain

teachers and school-based employees; repealing the authority to provide certain stipends to certain teachers and school-based employees; altering the method of calculating a certain contribution to be paid on behalf of certain members of certain State retirement and pension systems; repealing certain provisions that provide for a certain method of calculating a certain contribution to be paid on behalf of certain members of certain State retirement and pension systems; repealing certain obsolete provisions; altering certain requirements for certain fiscal years that the Governor include in the budget bill certain supplemental contributions to certain accumulation funds of certain State retirement and pension systems; altering certain provisions of law relating to the application of a certain credit against the State income tax and providing for the application of a certain credit against county income tax, subject to a certain contingency; setting certain limits on increases in payments to certain providers for a certain fiscal year; prohibiting the payment of certain merit increases or cost-of-living adjustments for certain State employees, except under certain circumstances; prohibiting certain plans of compensation for State positions of employment to be amended to provide a rate of compensation lower than a certain rate; requiring that any salary or hours lost by a State employee as a result of certain actions taken on or after a certain date that reduce the employee's compensation below a certain rate of compensation be included in a certain calculation of earnable compensation and service credits for certain purposes; authorizing the Board of Trustees for the State Retirement and Pension System to adopt certain policies and procedures; requiring certain reports; providing that certain payments be deposited into the General Fund for certain fiscal years; providing for the transfer of certain funds; providing that on or after a certain date certain revenues be credited to the General Fund rather than the State Police Helicopter Replacement Fund; setting certain limits on increases on certain required appropriations; requiring that certain Managed Care Organizations, on or before a certain date, to reimburse the Department of Health and Mental Hygiene make adjustments to certain rates for insufficient loss ratios for a certain fiscal year; providing for a certain reimbursement under certain circumstances; prohibiting the Baltimore City Board of School Commissioners from being required to contribute to the Baltimore City Public School Construction Financing Fund for a certain fiscal year; prohibiting the State Comptroller from withholding a certain amount from a certain installment due the Baltimore City Board of School Commissioners for a certain fiscal year; reducing certain unexpended appropriations and providing for their reversion to the General Fund; requiring, under certain circumstances, a county to pay certain costs beyond a certain amount restricted in the State budget to implement a certain Court of Appeals decision; providing that a certain budgetary authorization represents a one-time allocation and provides no authority for certain actions without certain statutory or budgetary authority; requiring that certain money received by the State as a result of a certain approved merger between Exelon Corporation and Pepco Holdings, Inc. be expended only in a certain manner; prohibiting the State Health Services Cost Review Commission from assessing certain hospital rate assessments for the operation and administration of the Maryland Health Insurance Plan for a certain fiscal year; setting certain limits, for a certain fiscal year, on the State's share of certain operating deficits of the Baltimore Convention Center and the Ocean City Convention facility: requiring, on or before a certain date, the Department of

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BY repealing

Legislative Services to conduct a certain review and submit a certain report; establishing certain requirements, for certain fiscal years, concerning certain minimum expenditures by the Maryland Transportation Authority and the maintenance by the Authority of a certain cash balance and a certain minimum level of debt service coverage; prohibiting the Authority, in certain fiscal years, from supplementing certain revenues with any funds appropriated or transferred from the Transportation Trust Fund or transferred from any other source to the Transportation Authority Fund; requiring the Attorney General to review a certain decision of the U.S. Supreme Court and advise the Comptroller and Department of Legislative Services in a certain manner; requiring the Attorney General to review a certain decision of the U.S. Supreme Court and advise the Comptroller in a certain manner; requiring the Comptroller to pay certain income tax refunds and interest due from a certain account in a certain manner under certain circumstances: requiring local governments to reimburse a certain account for their share of certain refunds and interest; requiring the Comptroller to withhold certain amounts from certain local tax distributions in a certain manner under certain circumstances; providing that, for certain fiscal years, a certain transfer from a certain account to the General Fund may be made only if the transfer is authorized by a certain Act of the General Assembly: altering and repealing the definition of certain terms; defining a certain term certain terms; making the provisions of this Act severable; providing for the application of this Act; making certain provisions of this Act subject to a certain contingency; providing for a delayed effective date for certain provisions of this Act; and generally relating to the financing of State and local government.

25	Article - Commercial Law
26	Section 17-311(a) and (b)
27	Annotated Code of Maryland
28	(2013 Replacement Volume and 2014 Supplement)
	DV 114
29	BY adding to
30	<del>Article - Commercial Law</del>
31	<del>Section 17–311(a), (b), and (c)</del>
32	Annotated Code of Maryland
33	(2013 Replacement Volume and 2014 Supplement)
34	BY repealing and reenacting, with amendments,
35	Article - Commercial Law
36	Section 17-311(e)
37	Annotated Code of Maryland
38	(2013 Replacement Volume and 2014 Supplement)
39	BY repealing and reenacting, with amendments,
40	$\underline{Article-Criminal\ Law}$
41	$\underline{Section~5302}$
42	Annotated Code of Maryland

(2009 Replacement Volume and 2014 Supplement)

1	BY repealing and reenacting, with amendments,
2	Article – Economic Development
3	Section 10–523(a)(3)(i) and (c)
4	Annotated Code of Maryland
5	(2008 Replacement Volume and 2014 Supplement)
6	BY repealing and reenacting, with amendments,
7	Article – Education
8	Section $\frac{5-202(a)(13)(ii)}{(iii)}$ , $\frac{(iii)}{(iii)}$ , and $\frac{(iv)}{(iv)}$ and $\frac{(k)(5)}{(k)(5)}$ $\frac{5-114}{(iv)}$ , $\frac{5-202(k)(5)}{(iv)}$ , $\frac{6-306(b)}{(iv)}$
9	$16-305(c)(1)(i), \frac{17-104(a)(1)}{17-104(a)}, \frac{23-108(a)}{23-205(c)}, \frac{23-205(c)}{23-205(c)}, \frac{23-205(c)}{23-205(c)}$
10	<u>23–205(c)</u> and (d), and 23–503(b)(1)
11	Annotated Code of Maryland
12	(2014 Replacement Volume and 2014 Supplement)
13	BY adding to
14	Article – Education
15	Section 5-202(a)(13)(v) and (vi), 16-305(c)(1)(iii) and (iv), and 17-104(a)(2) and (3)
16	Section $16-305(c)(1)(v)$
17	Annotated Code of Maryland
18	(2014 Replacement Volume and 2014 Supplement)
19	BY repealing and reenacting, without amendments,
20	Article – Education
21	Section 16–305(c)(1)(iii) and (iv) <del>and 17–104(a)(2) and (3)</del>
22	Annotated Code of Maryland
23	(2014 Replacement Volume and 2014 Supplement)
24	BY repealing and reenacting, with amendments,
25	Article - Health - General
26	<del>Section 2-302(b)(3) and 7-307(d)(1)</del>
27	Annotated Code of Maryland
28	(2009 Replacement Volume and 2014 Supplement)
29	BY repealing
30	Article - Health - General
31	<del>Section 13-1116(a)(1)</del>
32	Annotated Code of Maryland
33	(2009 Replacement Volume and 2014 Supplement)
34	BY adding to
35	Article - Health - General
36	<del>Section 13-1116(a)(1)</del>
37	Annotated Code of Maryland
38	(2009 Replacement Volume and 2014 Supplement)
39	BY repealing and reenacting, with amendments,

1	Article - Insurance
2	<del>Section 31–107.2(a)</del>
3	Annotated Code of Maryland
4	(2011 Replacement Volume and 2014 Supplement)
5	BY repealing and reenacting, with amendments,
6	Article - Local Government
7	<del>Section 16–501(e)</del>
8	Annotated Code of Maryland
9	(2013 Replacement Volume and 2014 Supplement)
10	BY adding to
11	Article - Local Government
12	<del>Section 16-501(f)</del>
13	Annotated Code of Maryland
14	(2013 Replacement Volume and 2014 Supplement)
15	BY repealing and reenacting, with amendments,
16	Article-Environment
17	Section 4-411(f) and (g)
18	Annotated Code of Maryland
19	(2013 Replacement Volume and 2014 Supplement)
20	BY repealing and reenacting, with amendments,
21	Article-Health-General
22	Section 7-306.3(b)(1) and (2)
23	Annotated Code of Maryland
24	(2009 Replacement Volume and 2014 Supplement)
25	BY repealing and reenacting, with amendments,
26	Article – Natural Resources
27	Section 5–212(g)(2), 5–212.1(g)(2), 8–707(a), and 8–709(d)
28	Annotated Code of Maryland
29	(2012 Replacement Volume and 2014 Supplement)
30	BY repealing
31	Article – Public Safety
32	Section 2-801 and the subtitle "Subtitle 8. State Police Helicopter Replacement
33	Fund"
34	Annotated Code of Maryland
35	(2011 Replacement Volume and 2014 Supplement)
36	BY repealing and reenacting, with amendments,
37	Article – Public Safety
38	Section 4–506(a)
39	Annotated Code of Maryland
40	(2011 Replacement Volume and 2014 Supplement)

$\frac{1}{2}$	BY repealing and reenacting, with amendments, Article – State Finance and Procurement
3	Section <del>7–311(j)(1) and 7–325(a)</del> <del>17–220(d)(2) and 17–222(a)</del> <u>7–311(j)(1)</u>
4	Annotated Code of Maryland
5	(2009 Replacement Volume and 2014 Supplement)
6	BY repealing and reenacting, with amendments,
7	<u> Article – State Government</u>
8	Section 9–20B–05(f)
9	Annotated Code of Maryland
10	(2014 Replacement Volume)
11	BY adding to
12	$\underline{\text{Article}-\text{Tax}-\text{General}}$
13	$\underline{\text{Section } 2606(h)}$
14	Annotated Code of Maryland
15	(2010 Replacement Volume and 2014 Supplement)
16	BY repealing and reenacting, with amendments,
17	Article - Tax - General
18	Section 2–1302.1(b), <u>10–703</u> , <del>10–704(b)(2)(i)</del> <u>10–704(a)</u> , (b)(2)(i), (c)(2)(iii), and (d)
19	$\frac{10-730(f)(1)}{10-733(f)(3)(iv)}$
20	Annotated Code of Maryland
21	(2010 Replacement Volume and 2014 Supplement)
22	BY repealing and reenacting, without amendments,
23	Article - Tax - General
24	Section 10-704(d)
25	Annotated Code of Maryland
26	(2010 Replacement Volume and 2014 Supplement)
27	BY repealing and reenacting, with amendments,
28	Article – Tax – Property
29	Section 13–209(f)(2) and (h), (g), and (h)
30	Annotated Code of Maryland
31	(2012 Replacement Volume and 2014 Supplement)
32	$\underline{BY\ adding\ to}$
33	$\underline{Article-Transportation}$
34	Section $3-216(g)$
35	Annotated Code of Maryland
36	(2008 Replacement Volume and 2014 Supplement)
37	BY repealing and reenacting, with amendments,
38	$\underline{Article-Transportation}$
39	<u>Section 4–306(b)(1) and 5–415</u>

$\frac{1}{2}$	<u>Annotated Code of Maryland</u> (2008 Replacement Volume and 2014 Supplement)
3	BY repealing
	1 0
4	Article - Tax - Property
5	Section 13-209(g)
6	Annotated Code of Maryland
7	(2012 Replacement Volume and 2014 Supplement)
8	BY repealing and reenacting, with amendments,
9	Article - Transportation
10	<del>Section 8-613.3</del>
11	Annotated Code of Maryland
12	(2008 Replacement Volume and 2014 Supplement)
13	BY repealing and reenacting, with amendments,
14	<u>Chapter 62 of the Acts of the General Assembly of 1992, as amended by Chapter 484</u>
15	of the Acts of the General Assembly of 2010
16	Section 4
10	Bection 4
17	BY repealing and reenacting, with amendments,
18	Chapter 397 of the Acts of the General Assembly of 2011, as amended by Chapter
19	425 of the Acts of the General Assembly of 2013, and Chapter 464 of the Acts
20	of the General Assembly of 2014
$\frac{1}{21}$	Section 16
22	BY repealing and reenacting, with amendments,
23	Chapter 397 of the Acts of the General Assembly of 2014
24	Section $1(b)$
<b>4</b> 4	<u>Bechon 1(0)</u>
25	BY repealing and reenacting, with amendments,
26	<u>Article – State Personnel and Pensions</u>
27	Section 21–304(a) and (b)(1) and 21–308(a)
28	Annotated Code of Maryland
29	(2009 Replacement Volume and 2014 Supplement)
30	BY repealing and reenacting, without amendments,
31	Article – State Personnel and Pensions
32	Section 21–304(b)(2) and (3)
33	Annotated Code of Maryland
34	(2009 Replacement Volume and 2014 Supplement)
35	BY repealing
36	Article – State Personnel and Pensions
37	Section 21–304(e) and (f)
38	Annotated Code of Maryland
39	(2009 Replacement Volume and 2014 Supplement)
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$\frac{1}{2}$	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:				
3	Article - Commercial Law				
4	<del>17-311.</del>				
5 6 7 8	[(a) (1) Within 365 days from the filing of the report required by § 17–310 of this subtitle, the Administrator shall cause notice to be published in a newspaper of general circulation in the county in the State within which is located the last known address of any person to be named in the notice.				
9 10 11	(2) If an address is not listed or if the address is outside the State, the notice shall be published in the county within which the person who held the abandoned property has the principal place of business in this State.				
12 13	(b) The published notice shall be entitled "Notice of Names of Persons Appearing to Be Owners of Abandoned Property" and shall contain:				
14 15	(1) The names in alphabetical order and last known addresses, if any, of persons listed in the report and entitled to notice in the county specified in this section;				
16 17 18 19	(2) A statement that information concerning the amount or description of the property and the name and address of the person who held the property may be obtained by any person who possesses an interest in the property, by addressing an inquiry to the Administrator; and				
$\frac{20}{21}$	(3) A statement that a proof of claim may be presented by the owner to the Administrator.]				
22 23 24	(A) In this section, "abandoned property database" means an electronic database containing the names and last known addresses, if any, of persons who appear to be owners of abandoned property.				
25 26	(B) (1) THE ADMINISTRATOR SHALL MAINTAIN AN ABANDONED PROPERTY DATABASE.				
27 28 29	(2) WITHIN 365 DAYS AFTER THE FILING OF THE REPORT REQUIRED BY § 17-310 OF THIS SUBTITLE, THE ADMINISTRATOR SHALL ADD TO THE ABANDONED PROPERTY DATABASE THE NAMES AND LAST KNOWN ADDRESSES, IF				

31 (3) THE ADMINISTRATOR SHALL MAINTAIN AN INTERNET WEB SITE 32 THAT:

ANY, OF PERSONS LISTED IN THE REPORT.

1	(I) PROVIDES REASONABLE MEANS BY WHICH A PERSON MAY
2	SEARCH THE ABANDONED PROPERTY DATABASE REQUIRED BY THIS SUBSECTION;
0	(T) COMMANYS A STEATHER THAN THE PART THAN SOMETHINGS
$\frac{3}{4}$	(II) CONTAINS A STATEMENT THAT INFORMATION CONCERNING THE AMOUNT OR DESCRIPTION OF THE PROPERTY AND THE NAME AND ADDRESS OF
$\frac{4}{5}$	THE PERSON WHO HELD THE PROPERTY MAY BE OBTAINED BY ANY PERSON WHO
6	POSSESSES AN INTEREST IN THE PROPERTY, BY ADDRESSING AN INQUIRY TO THE
7	ADMINISTRATOR:
8	(III) CONTAINS A STATEMENT THAT A PROOF OF CLAIM MAY BE
9	PRESENTED BY THE OWNER TO THE ADMINISTRATOR; AND
10	(D) INCLUDED A LINE TO AN ADANDONED DEODED TO CLAIM
10 11	(IV) INCLUDES A LINK TO AN ABANDONED PROPERTY CLAIM FORM.
11	<del>roun.</del>
12	(e) (4) The Administrator is not required to [publish in the notice] INCLUDE
13	ON THE WEB SITE any item valued at less than \$100 unless the Administrator considers
14	the [publication] INCLUSION to be in the public interest.
1 <b>~</b>	(a) (1) White A Dayway and Dayway a Dayway and Dayway Tayway Dayway
15 16	(C) (1) THE ADMINISTRATOR SHALL PUBLISH NOTICE ON THE INTERNET
16	WEB SITE REQUIRED BY SUBSECTION (B)(3) OF THIS SECTION.
17	(2) THE NOTICE:
18	(I) SHALL ALSO BE PUBLISHED AT LEAST ONCE EACH
19	CALENDAR QUARTER IN ONE OR MORE NEWSPAPERS OF GENERAL CIRCULATION IN
20	EACH COUNTY OF THE STATE; AND
21	(II) SHALL CONTAIN:
21	(ii) Simul Continue
22	1. A STATEMENT THAT THE ADMINISTRATOR
23	MAINTAINS RECORDS OF THE NAMES AND LAST KNOWN ADDRESSES, IF ANY, OF
24	PERSONS WHO APPEAR TO BE OWNERS OF ABANDONED PROPERTY;
~ <del>-</del>	A
25	2. A STATEMENT THAT ANY PERSON MAY SEARCH THE
26	ADMINISTRATOR'S ABANDONED PROPERTY RECORDS THROUGH THE
27	ADMINISTRATOR'S INTERNET WEB-SITE;
28	3. The address of the Internet Web site; and
29	4. A PHONE NUMBER THAT A PERSON MAY CALL FOR
30	ASSISTANCE IF THEY LACK INTERNET ACCESS.

<u> Article - Criminal Law</u>

1	<u>5–302.</u>
2 3	(a) A registration expires on the date set by the Department unless it is renewed for an additional term as provided in this section.
4	(b) A registration may not be renewed for more than [2] 3 years.
5	Article – Economic Development
6	10-523.
7 8 9	(a) (3) (i) To assist the Corporation in complying with subsection (c) of this section, the Governor shall include each year in the State budget bill an appropriation to the Corporation for rural business development and assistance as follows:
10	1. <b>[</b> for fiscal year 2011, \$2,750,000;
11	2. for fiscal year 2012, \$2,750,000;
12	3. for fiscal year 2013, \$2,875,000;
13	4. for fiscal year 2014, \$2,875,000;
14	5.] for fiscal year 2015, \$2,875,000; and
15 16	[6.] 2. for each of the fiscal years <b>2016</b> through [2021] <b>2024</b> , [\$4,000,000] <b>\$2,875,000</b> .
17 18 19	(c) The Corporation shall conduct its financial affairs so that, by [the] FISCAL year [2021] <b>2025</b> , it is self—sufficient and in no further need of general operating support by the State.
20	Article – Education
21	<u>5–114.</u>
22 23	(a) (1) In this section[,"deficit"] THE FOLLOWING WORDS HAVE THE MEANINGS INDICATED.
24 25	(2) "DEFICIT" means a negative fund balance in the General Fund [of 1% or more of General Fund revenue] at the end of the fiscal year.
26 27	(3) "STRUCTURAL DEFICIT" MEANS A PROJECTED NEGATIVE FUND BALANCE IN THE GENERAL FUND THAT REQUIRES THE TRANSFER OF RESERVE

FUNDS IN ORDER TO AVOID A DEFICIT.

1	(b) The State Superintendent and the Department shall monitor the financial
2	status of each local school system.
3 4 5	(c) If a local school system does not file the annual audit results in a timely manner with the State Superintendent as required by § 5–109 of this subtitle, the State Superintendent shall:
6	(1) Immediately notify:
7	(i) The Department of Legislative Services;
8	(ii) The county governing body; and
9 10	(iii) The local board and local superintendent or chief executive officer of the local school system; and
11	(2) Order that the audit report be filed within 10 days.
12 13	(d) (1) A local school system may not carry a deficit as reported in the annual audit under § 5–109 of this subtitle.
14 15 16	(2) If a local school system has a deficit, the State Superintendent shall immediately notify the Governor, the General Assembly, the Department of Legislative Services, and county governing body and shall require the local school system to:
17 18	(i) <u>Develop and submit for approval a corrective action cost</u> containment plan within 15 days;
19 20 21	(ii) File monthly status reports with the State Superintendent and county governing body demonstrating actions taken to close the deficit and the effect of the actions taken on the deficit; and
22 23 24	(iii) Include information on the corrective action cost containment plan, actions taken to close the deficit, and status of the deficit in the annual audit under § 5–109 of this subtitle filed with the State Superintendent and county governing body.
25 26 27	(3) (I) IF A LOCAL SCHOOL SYSTEM HAS A STRUCTURAL DEFICIT AND TRANSFERS RESERVE FUNDS INTO THE GENERAL FUND IN ORDER TO AVOID A DEFICIT, THE LOCAL SCHOOL SYSTEM IMMEDIATELY SHALL NOTIFY THE
28	GOVERNOR, THE GENERAL ASSEMBLY, THE STATE SUPERINTENDENT, THE
29	DEPARTMENT OF LEGISLATIVE SERVICES, AND THE COUNTY GOVERNING BODY.
30	(II) THE STATE SUPERINTENDENT SHALL REQUIRE A LOCAL
31	SCHOOL SYSTEM DESCRIBED IN SUBPARAGRAPH (I) OF THIS PARAGRAPH TO SUBMIT
32	A CORRECTIVE ACTION COST CONTAINMENT PLAN WITHIN 15 DAYS AND FILE

1	MONTHLY STATUS REPORTS WITH THE STATE SUPERINTENDENT AND COUNTY
2	GOVERNING BODY DEMONSTRATING ACTIONS TAKEN TO ELIMINATE THE
3	STRUCTURAL DEFICIT, THE EFFECT OF THE ACTIONS TAKEN ON THE STRUCTURAL
4	DEFICIT, AND A SCHEDULE TO REPAY THE RESERVE FUND.
5	(4) The State Superintendent shall include information on any local school
6	system deficit OR STRUCTURAL DEFICIT, corrective action cost containment plan, actions
7	taken to close a local school system deficit OR STRUCTURAL DEFICIT, and status of any
8	local school system deficit OR STRUCTURAL DEFICIT in a quarterly report to the Governor
9	and the General Assembly, in accordance with § 2–1246 of the State Government Article.
10	[(4)] (5) If a local school system has a deficit OR STRUCTURAL DEFICIT:
11	(i) The Office of Legislative Audits may request any financial
12	information pertaining to the deficit OR STRUCTURAL DEFICIT and the corrective action
13	cost containment plan; and
14	(ii) The local superintendent or chief executive officer of a local
15	school system shall provide the requested information.
16 17 18 19 20 21	(e) If a local school system fails to comply with the requirements of this section, the State Superintendent, with the approval of the State Board of Education, shall notify the State Comptroller, who shall withhold 10% of the next installment and each subsequent installment due the local school system from the General State School Fund until the State Superintendent notifies the Comptroller that the local school system is in full compliance with the requirements of this section.
22	5–202.
23	(a) (13) "Target per pupil foundation amount" means:
24 25	(ii) Except as provided in items (iii) [and], (iv), (V), AND (VI) of this paragraph, in subsequent fiscal years:
26	1. The target per pupil foundation amount for the prior fiscal
27	year increased by the same percentage as the lesser of:
28	A. The increase in the implicit price deflator for State and
29	local government expenditures for the second prior fiscal year;
20	
30	B. The Consumer Price Index for All Urban Consumers for the Washington Baltimore metropolitan area or any successor index for the second prior
31 32	the Washington-Baltimore metropolitan area, or any successor index, for the second prior fiscal year; or
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 $\frac{5\%}{}$ ; or

1		<del>2.</del>	If there is no increase in the implicit price deflator for
2	State and local governme	<del>nt ex</del> r	penditures for the second prior fiscal year or in the Consumer
3	Price Index for All Urbar	<del>- Cons</del>	<del>sumers for the Washington–Baltimore metropolitan area, or</del>
4	any successor index, for t	<del>he sec</del>	ond prior fiscal year, the target per pupil foundation amount
5	for the prior fiscal year;		
6	<del>(iii)</del>	<del>In fi</del>	scal year 2012, \$6,694; [and]
7	<del>(iv)</del>	<del>In es</del>	ach of fiscal years 2013 through 2015:
8 9	year increased by the sar	<del>1.</del> ne pei	The target per pupil foundation amount for the prior fiscal reentage as the lesser of:
10 11	<del>local government expend</del>	<del>A.</del> itures	The increase in the implicit price deflator for State and for the second prior fiscal year;
12		<del>B.</del>	The Consumer Price Index for All Urban Consumers for
13	the Washington-Baltime	ere me	tropolitan area, or any successor index, for the second prior
14	fiscal year; or		The second secon
15		<del>C.</del>	<del>1%; or</del>
16		2	If there is no increase in the implicit price deflator for
17	State and local governme		penditures for the second prior fiscal year or in the Consumer
18			sumers for the Washington-Baltimore metropolitan area, or
19			ond prior fiscal year, the target per pupil foundation amount
20	for the prior fiscal year;		
21	<del>(V)</del>	<del>IN F</del>	ISCAL YEAR 2016, \$6,860; AND
22	<del>(VI)</del>	<del>IN E</del>	ACH OF FISCAL YEARS 2017 THROUGH 2020:
23		<del>1.</del>	THE TARGET PER PUPIL FOUNDATION AMOUNT FOR
24	THE PRIOR FISCAL VEA	-	REASED BY THE SAME PERCENTAGE AS THE LESSER OF:
<b>4</b> 4	THE FRION FISCAL IEA	IV IIV	REASED BY THE SAME PERCENTAGE AS THE BESSER OF
25		<b>A.</b>	THE INCREASE IN THE IMPLICIT PRICE DEFLATOR
26	FOR STATE AND LOCA	AL GC	VERNMENT EXPENDITURES FOR THE SECOND PRIOR
27	FISCAL YEAR;		
28		₽.	THE CONSUMER PRICE INDEX FOR ALL URBAN
29	CONSUMERS FOR THE	WAS	HINGTON BALTIMORE METROPOLITAN AREA, OR ANY
30	SUCCESSOR INDEX, FO	<del>R THE</del>	SECOND PRIOR FISCAL YEAR; OR
31		<del>C.</del>	<del>1%; AND</del>

1 2 3 4 5 6	2. If there is no increase in the implicit prici deflator for State and local government expenditures for the second prior fiscal year or in the Consumer Price Index for All Urban Consumers for the Washington Baltimore metropolitan area, or any successor index, for the second prior fiscal year, the target per pupil foundation amount shall be the amount for the prior fiscal year.
7 8 9 10	(k) (5) If the amount of State aid for a county, using the calculation of State aid under paragraph (3)(ii) of this subsection, is the greater of the two calculations under paragraph (3) of this subsection, payment of any increase in State aid resulting from the difference between the two calculations shall be phased in as follows:
11 12	(i) For fiscal year 2014, 20 percent of the difference between the two calculations;
13 14	(ii) For fiscal year 2015, 40 percent of the difference between the two calculations;
15 16	(iii) For fiscal year 2016, <b>[</b> 60 <b>] 40</b> percent of the difference between the two calculations;
17 18	(iv) For fiscal year 2017, [80] <b>60</b> percent of the difference between the two calculations; [and]
19 20	(v) For fiscal year 2018, <b>80 PERCENT OF THE DIFFERENCE</b> BETWEEN THE TWO CALCULATIONS; AND
21 22	(VI) FOR FISCAL YEAR 2019, and each fiscal year thereafter, the ful amount of the calculation.
23	16–305.
<ul><li>24</li><li>25</li><li>26</li><li>27</li></ul>	(c) (1) (i) [The] EXCEPT AS PROVIDED IN SUBPARAGRAPH (IV) SUBPARAGRAPHS (III), (IV), AND (V) OF THIS PARAGRAPH, THE total State operating fund per full—time equivalent student to the community colleges for each fiscal year [other than fiscal year 2013,] as requested by the Governor shall be:
28 29 30 31 32	1. <b>\{\}</b> In fiscal year 2009, not less than an amount equal to 26.25% of the State's General Fund appropriation per full—time equivalent student to the 4—year public institutions of higher education in the State as designated by the Commission for the purpose of administering the Joseph A. Sellinger Program under Title 17 of this article in the previous fiscal year;

of the State's General Fund appropriation per full-time equivalent student to the 4-year

In fiscal year 2010, not less than an amount equal to 23.6%

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- public institutions of higher education in the State as designated by the Commission for the purpose of administering the Joseph A. Sellinger Program under Title 17 of this article
- 3 in the same fiscal year;
- 3. In fiscal year 2011, not less than an amount equal to 21.8% of the State's General Fund appropriation per full—time equivalent student to the 4—year public institutions of higher education in the State as designated by the Commission for the purpose of administering the Joseph A. Sellinger Program under Title 17 of this article in the same fiscal year;
- 9 4. In fiscal year 2012, not less than an amount equal to 20% of the State's General Fund appropriation per full—time equivalent student to the 4—year public institutions of higher education in the State as designated by the Commission for the purpose of administering the Joseph A. Sellinger Program under Title 17 of this article in the same fiscal year;
- 5. In fiscal year 2014, an amount that is the greater of 19.7% of the State's General Fund appropriation per full—time equivalent student to the 4—year public institutions of higher education in the State as designated by the Commission for the purpose of administering the Joseph A. Sellinger Program under Title 17 of this article in the same fiscal year or \$1,839.47 per full—time equivalent student;
- 6. In fiscal year 2015, an amount that is the greater of 19.7% of the State's General Fund appropriation per full—time equivalent student to the 4—year public institutions of higher education in the State as designated by the Commission for the purpose of administering the Joseph A. Sellinger Program under Title 17 of this article in the same fiscal year or \$1,839.47 per full—time equivalent student;
  - 7. [In fiscal year 2016, not less than an amount equal to 20.0% of the State's General Fund appropriation per full—time equivalent student to the 4—year public institutions of higher education in the State as designated by the Commission for the purpose of administering the Joseph A. Sellinger Program under Title 17 of this article in the same fiscal year;
- 8.] In fiscal year 2017, not less than an amount equal to 20.5% of the State's General Fund appropriation per full—time equivalent student to the 4—year public institutions of higher education in the State as designated by the Commission for the purpose of administering the Joseph A. Sellinger Program under Title 17 of this article in the same fiscal year;
  - [9.] 2. 8. In fiscal year 2018, not less than an amount equal to 21.0% of the State's General Fund appropriation per full—time equivalent student to the 4—year public institutions of higher education in the State as designated by the Commission for the purpose of administering the Joseph A. Sellinger Program under Title 17 of this article in the same fiscal year;

1 2 3 4 5	[10.] 3-9. In fiscal year 2019, not less than an amount equal to 22.0% of the State's General Fund appropriation per full—time equivalent student to the 4—year public institutions of higher education in the State as designated by the Commission for the purpose of administering the Joseph A. Sellinger Program under Title 17 of this article in the same fiscal year;
6 7 8 9 10	[11.] 4. 10. In fiscal year 2020, not less than an amount equal to 23% of the State's General Fund appropriation per full—time equivalent student to the 4—year public institutions of higher education in the State as designated by the Commission for the purpose of administering the Joseph A. Sellinger Program under Title 17 of this article in the same fiscal year;
11 12 13 14 15	[12.] 5-11. In fiscal year 2021, not less than an amount equal to 25% of the State's General Fund appropriation per full—time equivalent student to the 4—year public institutions of higher education in the State as designated by the Commission for the purpose of administering the Joseph A. Sellinger Program under Title 17 of this article in the same fiscal year;
16 17 18 19 20	[13.] 6-12. In fiscal year 2022, not less than an amount equal to 27% of the State's General Fund appropriation per full—time equivalent student to the 4—year public institutions of higher education in the State as designated by the Commission for the purpose of administering the Joseph A. Sellinger Program under Title 17 of this article in the same fiscal year; and
21 22 23 24 25	[14.] 7. 13. In fiscal year 2023 and each fiscal year thereafter, not less than an amount equal to 29% of the State's General Fund appropriation per full—time equivalent student to the 4—year public institutions of higher education in the State as designated by the Commission for the purpose of administering the Joseph A. Sellinger Program under Title 17 of this article in the same fiscal year.
26 27 28	• Notwithstanding the provisions of subparagraph (i) of this paragraph, the total State operating funds to be distributed under this subsection to the community colleges for each of fiscal years 2011 and 2012 shall be \$194,407,432.
29 30	(iv) In fiscal year 2013, the total State operating funds for community colleges shall be \$199,176,114, to be distributed as follows:
31	1. Allegany College\$4,773,622;
32	2. Anne Arundel Community College\$27,235,329;
33	3. Community College of Baltimore County\$34,398,366;
34	4. Carroll Community College\$6,851,515;
35	5. Cecil Community College\$4,645,751;

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1		6.	College of South	ern Maryland		\$10,902,580;
2		7.	Chesapeake Coll	lege		\$5,675,815;
3		8.	Frederick Comm	nunity College		\$8,145,648;
4		9.	Garrett College .			\$2,246,709;
5		10.	Hagerstown Con	nmunity College		\$6,965,064;
6		11.	Harford Commu	nity College		\$9,990,806;
7		12.	Howard Commu	nity College		\$12,584,485;
8		13.	Montgomery Col	lege		\$35,998,553;
9		14.	Prince George's	Community Coll	ege \$	322,013,074; and
10		15.	Wor-Wic Comm	unity College		\$6,748,796. <b>}</b>
11 12 13	FUNDS FOR COMMUN DISTRIBUTED AS FOI		In fiscal year elleges shall i Allegany Cor	BE <del>\$218,744,62</del>	<del>2</del>	<u>744,620</u> , то ве
14 15 16	College	2.	ANNE	ARUNDEL		COMMUNITY
17 18	COUNTY	3.	COMMUNITY	COLLEGE	OF <del>3,157,31</del>	BALTIMORE <del>7</del> <u>\$38,637,668</u> ;
19 20	College		CARROLL	<u>ु</u>	5 <del>7,194,8</del>	COMMUNITY <del>63</del>
21			CECIL			COMMUNITY
22	COLLEGE	• • • • • • • • • • • • • • • • • • • •	• • • • • • • • • • • • • • • • • • • •	<u>(</u>	<del>54,964,0</del>	
23 24	COLLEGE MARYLAND	6.	COLLEGE	OF		98 <u>\$5,108,064;</u> Southern

1		8.	FREDERICK		COMMUNITY
2	COLLEGE	• • • • • • •	• • • • • • • • • • • • • • • • • • • •	<del>\$</del> 6	<del>3,795,333</del> \$8,975,284;
					, , ,
3		9.	GARRETT CO	LLEGE <del>\$1</del>	<del>2,515,927</del> \$2,561,002;
					, , ,,
4		<b>10.</b>	HAGERSTOW	N COMMUNITY CO	LLEGE <del>\$7,500,700</del>
5	\$7,620,412;				. , ,
	,				
6		11.	HARFORD CO	MMUNITY COLLEG	GE <del>\$10,754,623</del>
7	\$10,865,634;				' , ,
	<del>+==,==,</del>				
8		<b>12</b> .	HOWARD COM	MUNITY COLLEGI	E <del>\$15,643,389</del>
9	<b>\$15,723,055</b> ;				
	<del>φ=0,ν=0,υ00</del> ,				
0		13.	MONTGOMER	y College <del>\$39.6</del>	<del>79,904</del> \$40,000,786;
			2,202,20,01,222	- c c === c = w	, , , , , , , , , , , , , , , , , , ,
1		14.	PRINCE	GEORGE'S	COMMUNITY
2	COLLEGE				203 \$26.072.537; AND
_					φ=σ,σ,=,σσ,,
13		<b>15.</b>	WOR-WIC CO	MMUNITY COLLEC	GE <del>\$6,723,956</del>
4	<u>\$7,108,241</u> .				
	<u> </u>				
15	<del>(IV)</del>	Nor	WITHSTANDING	THE PROVISIONS	S OF SUBPARAGRAPH
6	(I) OF THIS PARAGR.				
17	THEREAFTER, THE P	•			
18	PREVIOUS FISCAL YEA				
9	PROJECTED TOTAL GE	-			
20	EXCEED THE REVISED	-			
21	CURRENT FISCAL YEAR				
22	STATE REVENUES SUB	,			
23	GOVERNOR UNDER §				
24	ARTICLE, LESS 1%.	0 10	O(B) OI THE	OTHE THURSE	THIS I ROCCHEMENT
<b>1</b> T	THE TODE, LESS 170.				
25	17–104.				
-0	1, 101,				
26	(a) (1) Excep	ot as n	rovided in para	graphs <del>(2) and (3)</del> (	2), (3), AND (4) of this
27	subsection, the Maryland				
28	annual apportionment fo	_			-

32 (i) In fiscal year 2009, an amount not less than 16% of the State's 33 General Fund per full-time equivalent student appropriation to the 4-year public institutions of higher education in this State for the preceding fiscal year;

made, as determined by the Maryland Higher Education Commission by:

the number of full-time equivalent students enrolled at the institution during the fall semester of the fiscal year preceding the fiscal year for which the aid apportionment is

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- 1 (ii) In fiscal year 2010, an amount not less than 12.85% of the State's 2 General Fund per full—time equivalent student appropriation to the 4—year public 3 institutions of higher education in the State for the same fiscal year;
- 4 (iii) In fiscal year 2011, an amount not less than 9.8% of the State's 5 General Fund per full—time equivalent student appropriation to the 4—year public 6 institutions of higher education in this State for the same fiscal year;
- 7 (iv) In fiscal year 2012, an amount not less than 9.2% of the State's 8 General Fund per full—time equivalent student appropriation to the 4—year public 9 institutions of higher education in this State for the same fiscal year;
- 10 (v) In fiscal year 2014, an amount that is the greater of 9.4% of the State's General Fund per full—time equivalent student appropriation to the 4—year public institutions of higher education in this State for the same fiscal year or \$875.53 per full—time equivalent student;
- (vi) In fiscal year 2015, an amount that is the greater of 9.4% of the State's General Fund per full-time equivalent student appropriation to the 4-year public institutions of higher education in this State for the same fiscal year or \$875.53 per full-time equivalent student;
- (vii) [In fiscal year 2016, an amount not less than 9.6% of the State's General Fund per full-time equivalent student appropriation to the 4-year public institutions of higher education in this State for the same fiscal year;
- (viii)] In fiscal year 2017, an amount not less than 10.1% of the State's General Fund per full-time equivalent student appropriation to the 4-year public institutions of higher education in this State for the same fiscal year;
- [(ix)] (III) In fiscal year 2018, an amount not less than 10.5% of the State's General Fund per full—time equivalent student appropriation to the 4—year public institutions of higher education in this State for the same fiscal year;
- [(x)] (IX) In fiscal year 2019, an amount not less than 10.8% of the State's General Fund per full—time equivalent student appropriation to the 4—year public institutions of higher education in this State for the same fiscal year;
- [(xi)] (X) In fiscal year 2020, an amount not less than 11.1% of the State's General Fund per full—time equivalent student appropriation to the 4—year public institutions of higher education in this State for the same fiscal year; and
- I(xii) (XI) In fiscal year 2021 and each fiscal year thereafter, an amount not less than 15.5% of the State's General Fund per full—time equivalent student

appropriation to the 4-year public institutions of higher education in this State for the same fiscal year.

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- **f**(2) For each of fiscal years 2011 and 2012, the total amount of the aid provided under this subtitle shall be \$38,445,958, to be allocated among the institutions that qualify under this subtitle in proportion to the number of full—time equivalent students enrolled at each institution during the fall semester of the fiscal year preceding the fiscal year for which the aid apportionment is made, as determined by the Maryland Higher Education Commission.
- 9 (3) In fiscal year 2013, the total amount of aid due to all institutions shall 10 be \$38,056,175.

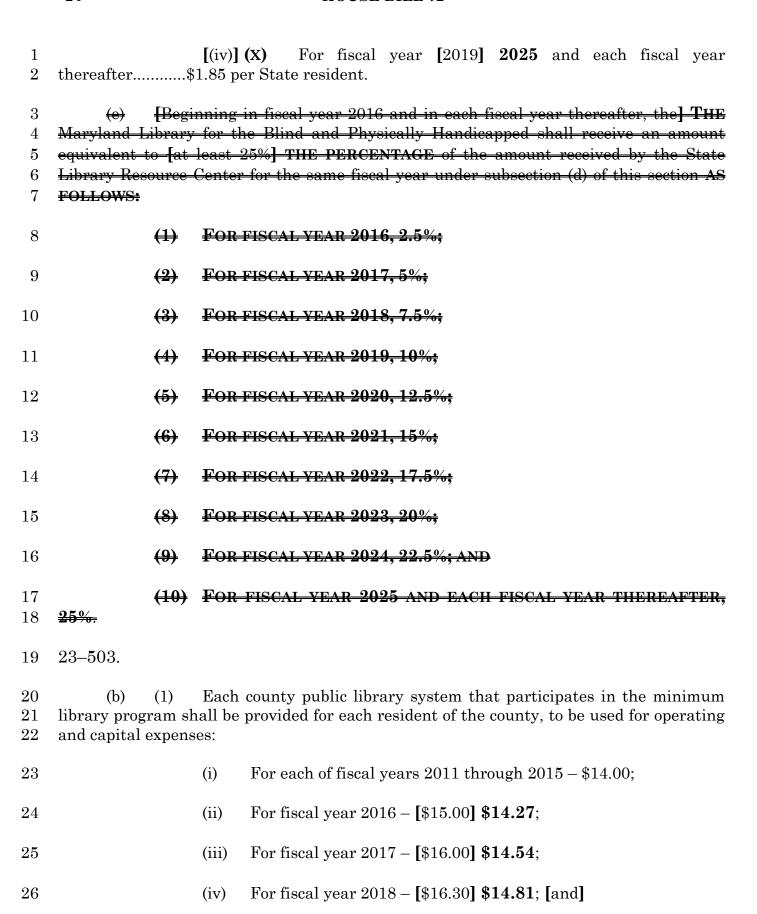
# 11 (2) IN FISCAL YEAR 2016, THE TOTAL AMOUNT OF AID DUE TO ALL 12 INSTITUTIONS SHALL BE \$41,422,240 TO BE DISTRIBUTED AS FOLLOWS:

13	<del>(I)</del>	<u>CAPITOL COLLEGE</u> \$497,379;
14	<del>(II)</del>	Notre Dame of Maryland University\$1,460,006;
15	<del>(III)</del>	Washington Adventist University\$834,640;
16	<del>(IV)</del>	GOUCHER COLLEGE\$1,638,923;
17	<del>(V)</del>	HOOD COLLEGE\$1,542,917;
18	<del>(VI)</del>	Johns Hopkins University\$18,108,588;
19	<del>(VII)</del>	LOYOLA UNIVERSITY MARYLAND\$4,792,569;
20	<del>(VIII)</del>	MARYLAND INSTITUTE OF ART\$2,040,049;
21	<del>(IX)</del>	McDaniel College\$2,184,320;
22	<del>(X)</del>	MOUNT ST. MARY'S UNIVERSITY\$1,754,630;
23	<del>(XI)</del>	ST. JOHN'S COLLEGE\$548,433;
24	<del>(XII)</del>	SOJOURNER-DOUGLASS COLLEGE\$855,898;
25	<del>(XIII)</del>	STEVENSON UNIVERSITY\$3,653,834; AND
26	<del>(XIV)</del>	WASHINGTON COLLEGE\$1,510,054.

OF THE AREA SERVED:

1 NOTWITHSTANDING THE PROVISIONS OF PARAGRAPH (1) OF THIS  $\frac{(3)}{}$ SUBSECTION, FOR FISCAL YEAR 2017 AND EACH FISCAL YEAR THEREAFTER, THE 2 3 PERCENTAGE INCREASE IN APPROPRIATION OVER THE PREVIOUS FISCAL YEAR MAY NOT EXCEED THE PERCENTAGE BY WHICH THE PROJECTED TOTAL GENERAL FUND 4 REVENUES FOR THE UPCOMING FISCAL YEAR EXCEED THE REVISED ESTIMATE OF 5 TOTAL GENERAL FUND REVENUES FOR THE CURRENT FISCAL YEAR. AS REFLECTED 6 IN THE DECEMBER REPORT OF ESTIMATED STATE REVENUES SUBMITTED BY THE 7 BOARD OF REVENUE ESTIMATES TO THE GOVERNOR UNDER § 6-106(B) OF THE 8 9 STATE FINANCE AND PROCUREMENT ARTICLE, LESS 1%. 10 **(4)** IN FISCAL YEAR 2016, THE TOTAL AMOUNT OF THE AID PROVIDED 11 UNDER THIS SUBTITLE SHALL BE \$42,822,240, TO BE ALLOCATED AMONG THE 12 INSTITUTIONS THAT QUALIFY UNDER THIS SUBTITLE IN PROPORTION TO THE 13 NUMBER OF FULL-TIME EQUIVALENT STUDENTS ENROLLED AT EACH INSTITUTION DURING THE FALL SEMESTER OF FISCAL YEAR 2015, AS DETERMINED BY THE 14 MARYLAND HIGHER EDUCATION COMMISSION. 15 16 <del>23-108.</del> 17 The ON OR AFTER OCTOBER 1, 2015, THE Division of Library 18 Development and Services shall establish the Deaf Culture Digital Library as the primary information center on deaf resources for library customers and staff in the State. 19 20 23 - 205.21Each year each participating regional resource center shall receive a minimum amount of funding for each resident of the area served, to be used for operating 2223 and capital expenses. The allocation shall be calculated as follows: 24(2)25 For each of fiscal years 2011 through 2015..........\$6.75 per each 26 resident of the area served: 27 (ii) For fiscal year 2016............[\$7.50] **\$6.95** per each resident of the 28 area served; 29 For fiscal year 2017............ [\$8.25] **\$7.15** per each resident of the (iii) area served; 30 31 For fiscal year 2018............. [\$8.50] **\$7.35** per each resident of the (iv) 32 area served; [and] FOR FISCAL YEAR 2019......\$7.55 PER EACH RESIDENT 33 (V)

$\frac{1}{2}$	OF THE AREA SER	(VI) EVED;	FOR FISCAL YEAR 2020 \$7.75 PER EACH RESIDENT
3 4	OF THE AREA SER		FOR FISCAL YEAR 2021 \$7.95 PER EACH RESIDENT
5 6	OF THE AREA SER	` ,	FOR FISCAL YEAR 2022 \$8.15 PER EACH RESIDENT
7 8	OF THE AREA SER	(IX) EVED;	FOR FISCAL YEAR 2023 \$8.35 PER EACH RESIDENT
9 10	OF THE AREA SER	(X) EVED; A	FOR FISCAL YEAR 2024 \$8.55 PER EACH RESIDENT AND
11 12	thereafter\$		XI) For fiscal year [2019] <b>2025</b> and each fiscal year each resident of the area served.
13 14 15	(d) (1) amount of funding operating and capi	g for e	year the State Library Resource Center shall receive a minimum each State resident in the previous fiscal year, to be used for enses.
16	(2)	The a	llocation shall be calculated as follows:
17 18	resident;	(i)	For each of fiscal years 2010 through 2016\$1.67 per State
19		(ii)	For fiscal year 2017[\$1.73] <b>\$1.69</b> per State resident;
20 21	[and]	(iii)	For fiscal year 2018[\$1.79] <b>\$1.71</b> per State resident;
22		(IV)	FOR FISCAL YEAR 2019\$1.73 PER STATE RESIDENT;
23		(v)	FOR FISCAL YEAR 2020\$1.75 PER STATE RESIDENT;
24		(VI)	FOR FISCAL YEAR 2021\$1.77 PER STATE RESIDENT;
25		(VII)	FOR FISCAL YEAR 2022\$1.79 PER STATE RESIDENT;
26		(VIII)	FOR FISCAL YEAR 2023\$1.81 PER STATE RESIDENT;
27 28	AND	(IX)	FOR FISCAL YEAR 2024\$1.83 PER STATE RESIDENT;



1	(V) FOR FISCAL YEAR 2019 – \$15.08;
2	(VI) FOR FISCAL YEAR 2020 - \$15.35;
3	(VII) FOR FISCAL YEAR 2021 - \$15.62;
4	(VIII) FOR FISCAL YEAR 2022 – \$15.89;
5	(IX) FOR FISCAL YEAR 2023 – \$16.16;
6	(X) FOR FISCAL YEAR 2024 – \$16.43; AND
7 8	[(v)] (XI) For fiscal year [2019] $2025$ and each fiscal year thereafter $-\$16.70$ .
9	Article - Health - General
0	<del>2-302.</del>
1	(b) The funding shall be:
2	(3) For EACH OF fiscal [year] YEARS 2015 and [each subsequent fiscal
.3	<del>year] 2016, \$41,743,209; AND</del>
14 15	(4) FOR FISCAL YEAR 2017 AND EACH SUBSEQUENT FISCAL YEAR, the amount of funding for the preceding fiscal year adjusted for:
	amount of funding for the preceding fiscal year adjusted for.
6	(i) Inflation, as measured by the Consumer Price Index (All Urban
.7 .8	Consumers), for the second preceding fiscal year, calculated by the U.S. Department of Commerce; and
9	(ii) Population growth, as measured by the growth in the total
20 21	population of the State for the second preceding fiscal year, according to the most recent statistics available through the Department of Health and Mental Hygiene.
22	<del>7–307.</del>
23	(d) (1) The Governor's proposed budget for fiscal year 2016 shall include a
24	(d) (1) The Governor's proposed budget for fiscal year 2016 shall include a [3.5%] 1.75% rate increase for community service providers over the funding provided in
25	the legislative appropriation for Object 08 Contractual Services in Program M00M01.02
26	Community Services for fiscal year 2015.
27	<del>13–1116.</del>
Q	(a) I(1) (i) For each of fineal years 2011 and 2012:

1	1. The Governor shall include at least \$2,400,000 in the
2	annual budget in appropriations for the Statewide Academic Health Center Cancer
3	Research Grants under this section; and
4	2. The Grants shall be distributed between the Statewide
5	Academic Health Centers as follows:
9	readefine freatur Centers as follows.
C	42 007 200 to the Heisensites of Maryland Medical Comme
6	A. \$2,007,300 to the University of Maryland Medical Group;
7	<del>and</del>
_	
8	B. \$392,700 to the Johns Hopkins Institutions.
9	(ii) For fiscal year 2013 and each fiscal year thereafter:
10	1. The Governor shall include at least \$13,000,000 in the
11	annual budget in appropriations for the Statewide Academic Health Center Cancer
12	Research Grants under this section; and
13	2. The Grants shall be distributed according to historical
14	allocations between the Academic Health Centers.]
14	<del>anocations between the readenic freath Centers.</del>
	(1) Too make a contract to the
15	(1) FOR FISCAL YEAR 2016 AND EACH FISCAL YEAR THEREAFTER,
15 16	THE GOVERNOR SHALL INCLUDE AT LEAST \$5,800,000 IN THE ANNUAL BUDGET IN
16	THE GOVERNOR SHALL INCLUDE AT LEAST \$5,800,000 IN THE ANNUAL BUDGET IN APPROPRIATIONS FOR THE STATEWIDE ACADEMIC HEALTH CENTER CANCER
16 17	THE GOVERNOR SHALL INCLUDE AT LEAST \$5,800,000 IN THE ANNUAL BUDGET IN
16 17 18	THE GOVERNOR SHALL INCLUDE AT LEAST \$5,800,000 IN THE ANNUAL BUDGET IN APPROPRIATIONS FOR THE STATEWIDE ACADEMIC HEALTH CENTER CANCER RESEARCH GRANTS UNDER THIS SECTION.
16 17	THE GOVERNOR SHALL INCLUDE AT LEAST \$5,800,000 IN THE ANNUAL BUDGET IN APPROPRIATIONS FOR THE STATEWIDE ACADEMIC HEALTH CENTER CANCER
16 17 18 19	THE GOVERNOR SHALL INCLUDE AT LEAST \$5,800,000 IN THE ANNUAL BUDGET IN APPROPRIATIONS FOR THE STATEWIDE ACADEMIC HEALTH CENTER CANCER RESEARCH GRANTS UNDER THIS SECTION.  Article—Insurance
16 17 18	THE GOVERNOR SHALL INCLUDE AT LEAST \$5,800,000 IN THE ANNUAL BUDGET IN APPROPRIATIONS FOR THE STATEWIDE ACADEMIC HEALTH CENTER CANCER RESEARCH GRANTS UNDER THIS SECTION.
16 17 18 19 20	THE GOVERNOR SHALL INCLUDE AT LEAST \$5,800,000 IN THE ANNUAL BUDGET IN APPROPRIATIONS FOR THE STATEWIDE ACADEMIC HEALTH CENTER CANCER RESEARCH GRANTS UNDER THIS SECTION.  Article—Insurance
16 17 18 19 20 21	THE GOVERNOR SHALL INCLUDE AT LEAST \$5,800,000 IN THE ANNUAL BUDGET IN APPROPRIATIONS FOR THE STATEWIDE ACADEMIC HEALTH CENTER CANCER RESEARCH GRANTS UNDER THIS SECTION.  Article - Insurance  (a) [(1)] For State fiscal year 2015 and for each State fiscal year thereafter, from
16 17 18 19 20 21 22	THE GOVERNOR SHALL INCLUDE AT LEAST \$5,800,000 IN THE ANNUAL BUDGET IN APPROPRIATIONS FOR THE STATEWIDE ACADEMIC HEALTH CENTER CANCER RESEARCH GRANTS UNDER THIS SECTION.  Article—Insurance  (a) [(1)] For State fiscal year 2015 and for each State fiscal year thereafter, from the funds received from the distribution of the premium tax under § 6–103.2 of this article,
16 17 18 19 20 21	THE GOVERNOR SHALL INCLUDE AT LEAST \$5,800,000 IN THE ANNUAL BUDGET IN APPROPRIATIONS FOR THE STATEWIDE ACADEMIC HEALTH CENTER CANCER RESEARCH GRANTS UNDER THIS SECTION.  Article – Insurance  (a) [(1)] For State fiscal year 2015 and for each State fiscal year thereafter, from the funds received from the distribution of the premium tax under § 6–103.2 of this article, the Governor shall provide an appropriation in the State budget adequate to fully fund the
16 17 18 19 20 21 22	THE GOVERNOR SHALL INCLUDE AT LEAST \$5,800,000 IN THE ANNUAL BUDGET IN APPROPRIATIONS FOR THE STATEWIDE ACADEMIC HEALTH CENTER CANCER RESEARCH GRANTS UNDER THIS SECTION.  Article—Insurance  (a) [(1)] For State fiscal year 2015 and for each State fiscal year thereafter, from the funds received from the distribution of the premium tax under § 6–103.2 of this article,
16 17 18 19 20 21 22 23	THE GOVERNOR SHALL INCLUDE AT LEAST \$5,800,000 IN THE ANNUAL BUDGET IN APPROPRIATIONS FOR THE STATEWIDE ACADEMIC HEALTH CENTER CANCER RESEARCH GRANTS UNDER THIS SECTION.  Article – Insurance  (a) [(1)] For State fiscal year 2015 and for each State fiscal year thereafter, from the funds received from the distribution of the premium tax under § 6–103.2 of this article, the Governor shall provide an appropriation in the State budget adequate to fully fund the
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# 1 (e) (1) THIS SUBSECTION DOES NOT APPLY TO FISCAL YEARS BEGINNING 2 WITH FISCAL YEAR 2016.

- 2 Except as provided in paragraph [(2)] (3) of this subsection, for fiscal year 2011 and each subsequent fiscal year, the distribution provided to any county or Baltimore City under this section may not exceed the amount distributed to the county or Baltimore City for fiscal year 2010.
- 7 [(2)] (3) (i) If a county or Baltimore City has a county income tax rate 8 of at least 2.8% but less than 3%, the county or Baltimore City may receive a minimum of 9 20% of the amount determined under subsection (c)(3) of this section.
- 10 (ii) If a county or Baltimore City has a county income tax rate of at
  11 least 3% but less than 3.2%, the county or Baltimore City may receive a minimum of 40%
  12 of the amount determined under subsection (e)(3) of this section.
- 13 (iii) If a county or Baltimore City has a county income tax rate of at
  14 least 3.2%, the county or Baltimore City may receive a minimum of 60% of the amount
  15 determined under subsection (c)(3) of this section.
- 16 (F) (1) NOTWITHSTANDING ANY OTHER PROVISION OF THIS SECTION, IN
  17 FISCAL YEAR 2016 AND EACH FISCAL YEAR THEREAFTER THE TOTAL AMOUNT OF
  18 THE DISTRIBUTION PROVIDED UNDER THIS SECTION MAY NOT EXCEED
  19 \$127.708.537.
- 20 (2) IF THE TOTAL AMOUNT REQUIRED BY CALCULATING THE GRANTS
  21 UNDER SUBSECTION (C) OF THIS SECTION WOULD EXCEED \$127,708,537, THE
  22 GRANTS SHALL BE ALLOCATED IN THE SAME PROPORTION AS WOULD BE PROVIDED
  23 UNDER SUBSECTION (C) OF THIS SECTION.

### <u> Article – Environment</u>

25 <u>4–411.</u>

24

26 (1) There is a Maryland Oil Disaster Containment, Clean-Up and Contingency Fund for the Department to use to develop equipment, personnel, and plans; for 27 contingency actions to respond to, contain, clean-up, and remove from the land and waters 28 of the State discharges of oil, petroleum products, and their by-products into, upon, or 29 adjacent to the waters of the State; and restore natural resources damaged by discharges. 30 The Fund may also be used by the Department for oil-related activities in water pollution 31 control programs. The cost of containment, clean-up, removal, and restoration, including 32 attorneys' fees and litigation costs, shall be reimbursed to the State by the person responsible 33 34 for the discharge. The reimbursement shall be credited to the Fund. The Fund shall be limited in accordance with the limits set forth in this section. To this sum shall be credited 35 every license fee, fine, if imposed by the circuit court for any county, and any other charge 36

- 1 related to this subtitle. To this Fund shall be charged every expense the Department of the
- 2 <u>Environment has which relates to this section.</u>
- 3 <u>(2)</u> <u>Notwithstanding any other provision of this section, in</u>
- 4 FISCAL YEARS 2015 AND 2016 ONLY, THE FUND MAY BE USED TO PAY COSTS
- 5 ASSOCIATED WITH THE PURPOSES OF THE OIL CONTAMINATED SITE
- 6 ENVIRONMENTAL CLEANUP FUND SPECIFIED IN § 4–704 OF THIS TITLE.
- 7 (g) Money in the Fund not needed currently to meet the Department of the
- 8 Environment's obligations in the exercise of its responsibility under this section shall be
- 9 <u>deposited with the State Treasurer to the credit of the Fund, and may be invested as provided</u>
- 10 <u>by law. Interest received on the investment shall be credited to the Fund. The Secretary of</u>
- 11 <u>the Environment shall determine the proper allocation of the moneys credited to the Fund</u>
- 12 only for the following purposes:
- 13 <u>(1)</u> <u>Administrative expenses, personnel expenses, and equipment costs of the</u>
- 14 <u>Department related to the purposes of this section;</u>
- 15 (2) Prevention, control, containment, clean-up, and removal of discharges
- 16 into, upon, or adjacent to waters of the State of discharges of oil, petroleum products and
- 17 their by-products, and the restoration of natural resources damaged by such discharges;
- 18 <u>(3)</u> <u>Development of containment and clean-up equipment, plans, and</u>
- 19 procedures in accordance with the purposes of this section;
- 20 <u>(4) Paying insurance costs by the State to extend or implement the benefits</u>
- 21 of the Fund; [and]
- 22 (5) Expenses related to oil-related activities in the Department's water
- 23 pollution control programs; AND
- 24 (6) IN FISCAL YEARS 2015 AND 2016 ONLY, PAYING COSTS
- 25 ASSOCIATED WITH THE PURPOSES OF THE OIL CONTAMINATED SITE
- 26 Environmental Cleanup Fund specified in § 4–704 of this title.
- 27 <u>Article Health General</u>
- 28 <u>7–306.3.</u>
- 29 (b) (1) [This] EXCEPT AS PROVIDED IN SUBPARAGRAPH (II) OF THIS
- 30 PARAGRAPH, THIS subsection applies in fiscal [2015] YEAR 2016 and each fiscal year
- 31 <u>thereafter before the earlier of:</u>
- 32 <u>The implementation of the payment system required under</u>
- 33 <u>§ 7–306.2 of this subtitle; or</u>

### 1 [(ii)] 2. The end of fiscal year 2019.

- 2 (II) THIS SUBSECTION DOES NOT APPLY IN ANY FISCAL YEAR IN
- 3 WHICH THE RATE INCREASE FOR COMMUNITY SERVICE PROVIDERS IS LESS THAN
- 4 3.0% OVER THE FUNDING PROVIDED IN THE LEGISLATIVE APPROPRIATION FOR
- 5 OBJECT 08 CONTRACTUAL SERVICES PROGRAM M00M01.02 COMMUNITY
- 6 SERVICES IN THE PRIOR FISCAL YEAR.
- 7 (2) The percentage of a community provider's total reported operating
- 8 expenses, excluding interest on capital and other capital expenses, that is spent on direct
- 9 <u>support employee salaries</u>, wages, and fringe benefits for a fiscal year, as reported to the
- 10 Department by the provider in its fiscal year cost report data form, may not be less than the
- 11 percentage of the community provider's total reported operating expenses spent on direct
- 12 <u>support employee salaries, wages, and fringe benefits for [fiscal year 2014] THE LAST</u>
- 13 FISCAL YEAR IN WHICH THE RATE INCREASE FOR COMMUNITY SERVICE PROVIDERS
- 14 IS LESS THAN 3.0% OVER THE FUNDING PROVIDED IN THE LEGISLATIVE
- 15 APPROPRIATION FOR OBJECT 08 CONTRACTUAL SERVICES IN PROGRAM
- 16 M00M01.02 COMMUNITY SERVICES IN THE PRIOR FISCAL YEAR.

### 17 Article - Natural Resources

- 18 5–212.
- 19 (g) (2) For fiscal years 2012 [and], 2013, 2015, AND 2016 AND 2015 only, the
- 20 payments under paragraph (1)(ii) of this subsection shall be based only on the revenue
- 21 derived from sales of timber.
- 22 <u>5–212.1.</u>
- 23 (g) (2) (i) Subject to subparagraph (ii) of this paragraph, each county in
- 24 which any State forest or park is located shall be paid annually out of the Account:
- 25 1. If the State forest or park reserve comprises less than 10%
- 26 of the total land area of the county, a sum equal to 15% of the net revenue derived from
- 27 concession operations within a State forest or park located in that county; or
- 28 2. If the State forest or park reserve comprises 10% or more
- 29 of the total land area of the county, a sum equal to 25% of the net revenue derived from
- 30 concession operations within a State forest or park located in that county.
- 31 (ii) For fiscal <del>years</del> **YEAR** [2012 and 2013] **2015** AND **2016** only, the
- 32 payments under subparagraph (i) of this subsection may not be made.
- 33 *8*–*707*.

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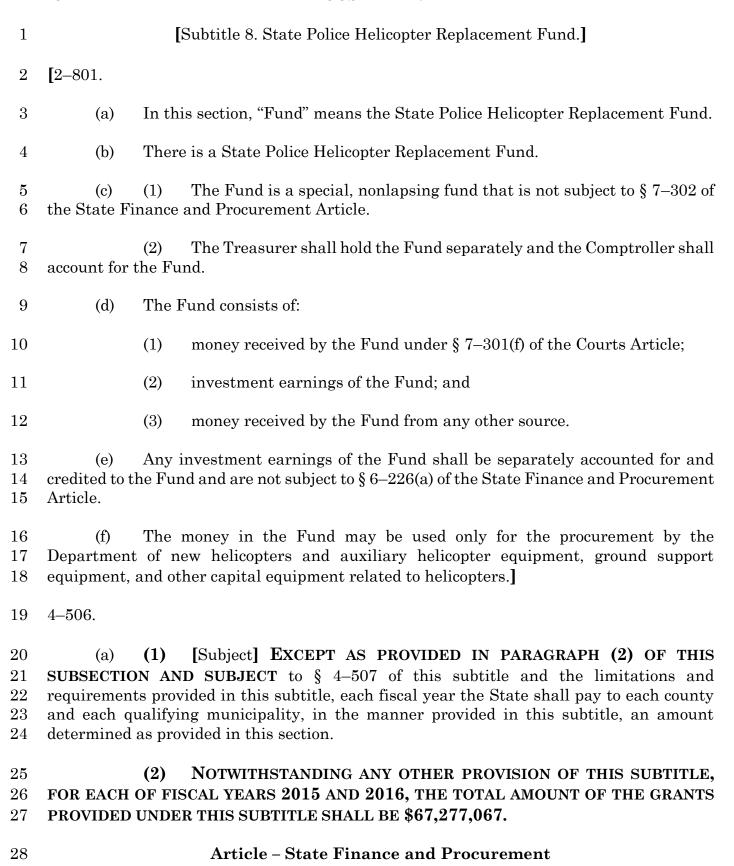
- 1 (a) There is a Waterway Improvement Fund for the purposes specified in this 2 subtitle. Except as provided in § 8–709 of this subtitle, any money received into the Waterway 3 Improvement Fund shall be used solely for the following projects:
- 4 (1) Marking channels and harbors and establishing aids to navigation in 5 cooperation with and as an extension of operations of the United States Coast Guard;
- 6 (2) <u>Clearing debris, aquatic vegetation, and obstruction from waters of the</u> 7 <u>State;</u>
- 8 (3) <u>Dredging channels and harbors and construction of jetties and</u>
  9 <u>breakwaters in cooperation with and as an extension of operations of the United States Army</u>
  10 <u>Corps of Engineers;</u>
- 11 (4) <u>Dredging Ponds, lakes, and reservoirs owned by the</u> 12 State;
  - constructing and maintaining marine facilities beneficial to the boating public, including constructing pump—out stations for use by the general boating public at public and private marinas. The Secretary may use the funds to install pump—out stations for use by the general boating public and to supplement maintenance costs at the discretion of the Secretary. Before approving the construction of any pump—out station at a public or private marina, the Secretary shall consult with the Department of the Environment to assure that the wastewater collection and treatment system of the marina is adequate to handle any increased flow. The Department may adopt regulations to govern the use and operation of pump—out stations for use by the general boating public constructed or supported by State funds under this section;
- 23Improvement, reconstruction, or removal of bridges, drawbridges, I(5)I(6)24or similar structures over or across waters, if those structures delay, impede, or obstruct the boating public. With the approval of the Board of Public Works, funds from another public 2526 or any private source may be received and used to supplement and increase the funds in the 27 Waterway Improvement Fund for the purpose of this subsection. Also, the Board of Public 28 Works may enter into an agreement with a private company or person which owns such a 29 structure, for the improvement, reconstruction, or removal of the structure, in order to provide a sharing of the cost of the improvement, reconstruction, or removal; 30
- 31 <u>[(6)] (7)</u> Evaluation of water-oriented recreation needs and recreational 32 <u>capacities of Maryland waterways and development of comprehensive plans for waterway</u> 33 <u>improvements;</u>
- [(7)] (8) To provide matching grants to local governments for the construction of marine facilities for marine firefighting, marine police, or medical services and for the acquisition of vessels and equipment for vessels for marine firefighting, police, medical, and communication equipment for promoting safety of life and property and general service to the boating public utilizing the waters of the State. The ownership,

- 1 <u>operation, and maintenance of any equipment acquired under this subtitle shall be the</u> 2 <u>responsibility of the local governing body;</u>
- 3 <u>[(8)] (9)</u> <u>Structural and nonstructural shore erosion control under</u> 4 <u>subsection (b) of this section;</u>
- 5 [(9)] (10) Acquisition of equipment and State vessels for firefighting, 6 policing, first aid and medical assistance, and communications, in order to promote safety 7 of life and property and general service to the boating public utilizing waters of the State;

# 8 <u>[(10)] (11)</u> <u>Boating information and education; and</u>

- 9 <u>[(11)] (12)</u> To provide interest-free loans to a governing body for the benefit 10 of a residential property owner, or group of residential property owners, with land abutting 11 a channel adjacent to a federal, State, county, or municipal main channel or harbor for 12 dredging the adjacent channel.
- 13 8–709.
- 14 (d) Notwithstanding the provisions of subsection (a) of this section:
- 15 (1) For fiscal year 2006 through fiscal year 2009, as provided in the State 16 budget, the Department may use up to the following percentage of the moneys in the 17 Waterway Improvement Fund for administrative expenses directly relating to 18 implementing the purposes of the Waterway Improvement Fund:
- 19 (i) In fiscal year 2006, 8%;
- 20 (ii) In fiscal year 2007, 6%;
- 21 (iii) In fiscal year 2008, 4%; and
- 22 (iv) In fiscal year 2009, 2%; and
- 23 (2) [For] EXCEPT AS PROVIDED IN PARAGRAPH (3) OF THIS SUBSECTION, FOR EACH OF THE fiscal years after fiscal year 2009, the Department may use up to \$750,000 in the Waterway Improvement Fund for administrative expenses directly relating to implementing the purposes of the Waterway Improvement Fund.
- (3) FOR FISCAL YEAR 2016 ONLY, THE DEPARTMENT MAY USE UP TO \$1,625,000 IN THE WATERWAY IMPROVEMENT FUND FOR ADMINISTRATIVE EXPENSES DIRECTLY RELATING TO IMPLEMENTING THE PURPOSES OF THE WATERWAY IMPROVEMENT FUND.

*7–311*.



1 (j) (1) Except as provided in paragraph (2) of this subsection and § 13–209(g)
2 of the Tax – Property Article, for fiscal year 2007 and for each subsequent fiscal year, the
3 Governor shall include in the budget bill an appropriation:

### (I) FOR EACH OF THE FISCAL YEARS 2017 THROUGH 2020:

- 1. TO THE ACCUMULATION FUNDS OF THE STATE
  RETIREMENT AND PENSION SYSTEM AN AMOUNT, UP TO A MAXIMUM OF
  \$50,000,000, THAT IS EQUAL TO ONE-HALF OF THE AMOUNT BY WHICH THE
  UNAPPROPRIATED GENERAL FUND SURPLUS AS OF JUNE 30 OF THE SECOND
  PRECEDING FISCAL YEAR EXCEEDS \$10,000,000; AND
- 10 <u>2. TO THE ACCOUNT EQUAL TO THE AMOUNT BY WHICH</u>
  11 <u>THE UNAPPROPRIATED GENERAL FUND SURPLUS AS OF JUNE 30 OF THE SECOND</u>
  12 <u>PRECEDING FISCAL YEAR EXCEEDS \$10,000,000, LESS THE AMOUNT OF THE</u>
  13 APPROPRIATION UNDER ITEM 1 OF THIS PARAGRAPH; AND
- 14 <u>(II) FOR FISCAL YEAR 2021 AND EACH FISCAL YEAR</u>
  15 <u>THEREAFTER, to the Account equal to the amount by which the unappropriated General</u>
  16 <u>Fund surplus as of June 30 of the second preceding fiscal year exceeds \$10,000,000.</u>
- 17 <del>7-311.</del>

- 18 (j) (1) Except as provided in paragraph (2) of this subsection [and § 13-209(g) of the Tax Property Article], for fiscal year 2007 and for each subsequent fiscal year, the Governor shall include in the budget bill an appropriation to the Account equal to the amount by which the unappropriated General Fund surplus as of June 30 of the second preceding fiscal year exceeds \$10,000,000.
- 23 <del>7-325.</del>
- 24 (a) (1) [In each of fiscal years 2011 and 2012, the Governor shall include in the annual budget bill submitted to the General Assembly a General Fund appropriation for the Maryland State Arts Council of not less than \$13,298,434] FOR FISCAL YEAR 2016, THE GOVERNOR SHALL INCLUDE IN THE ANNUAL BUDGET BILL SUBMITTED TO THE GENERAL ASSEMBLY A GENERAL FUND APPROPRIATION FOR THE MARYLAND STATE ARTS COUNCIL OF \$15.418.942.
- 30 (2) For fiscal year [2013] 2017 and each fiscal year thereafter, the
  31 Governor shall include in the annual budget bill submitted to the General Assembly a
  32 General Fund appropriation for the Maryland State Arts Council in an amount not less
  33 than the amount of the General Fund appropriation for the Council as approved in the
  34 State budget as enacted by the General Assembly for the prior fiscal year, increased by not
  35 less than the percentage by which the projected total General Fund revenues for the
  36 upcoming fiscal year exceed the revised estimate of total General Fund revenues for the

$\frac{1}{2}$	current fiscal year, as contained in the report of estimated State revenues submitted by the Board of Revenue Estimates to the Governor under § 6–106(b) of this article.
3	<del>17-220.</del>
4 5	(d) <u>If a contractor is late in submitting copies of the payroll records required under subsection (b) of this section:</u>
6 7	(2) the contractor shall be liable to the public body for liquidated damages of [\$10] \$250 for each calendar day the records are late.
8	<del>17-222.</del>
9 10	(a) <u>A contractor under a public work contract is liable to the public body for liquidated damages of [\$20] \$250</u> for each laborer or other employee for each day for which:
11 12 13	$\frac{(1)}{\text{while performing a task required to be performed by a mechanic or mechanic's apprentice;}}{\underline{\text{or}}}$
14	(2) the employee is paid less than the prevailing wage rate.
15	<u> Article – State Government</u>
16	<u>9–20B–05.</u>
17	$\underline{\textit{(f)}} \qquad \underline{\textit{The Administration shall use the Fund:}}$
18	(1) to invest in the promotion, development, and implementation of:
19 20	(i) cost-effective energy efficiency and conservation programs, projects, or activities, including measurement and verification of energy savings;
21	(ii) renewable and clean energy resources;
22 23	(iii) <u>climate change programs directly related to reducing or mitigating the effects of climate change; and</u>
24 25	(iv) demand response programs that are designed to promote changes in electric usage by customers in response to:
26	1. changes in the price of electricity over time; or
27 28	2. <u>incentives designed to induce lower electricity use at times</u> of high wholesale market prices or when system reliability is jeopardized;

- 1 (2) to provide targeted programs, projects, activities, and investments to 2 reduce electricity consumption by customers in the low-income and moderate-income 3 residential sectors;
- 4 (3) to provide supplemental funds for low-income energy assistance through
  5 the Electric Universal Service Program established under § 7–512.1 of the Public Utilities
  6 Article and other electric assistance programs in the Department of Human Resources;
- 7 (4) to provide rate relief by offsetting electricity rates of residential 8 customers, including an offset of surcharges imposed on ratepayers under § 7–211 of the
- 9 <u>Public Utilities Article;</u>
- 10 (5) to provide grants, loans, and other assistance and investment as
  11 necessary and appropriate to implement the purposes of the Program as set forth in §
  12 9-20B-03 of this subtitle;
- 13 <u>(6) to implement energy-related public education and outreach initiatives</u> 14 <u>regarding reducing energy consumption and greenhouse gas emissions;</u>
- 15 (7) to provide rebates under the Electric Vehicle Recharging Equipment 16 Rebate Program established under § 9–2009 of this title; [and]
- 17 <u>(8) TO PROVIDE GRANTS TO ENCOURAGE COMBINED HEAT AND</u> 18 <u>POWER PROJECTS AT INDUSTRIAL FACILITIES; AND</u>
- 19 <u>**(**8)**(9)**</u> to pay the expenses of the Program.
- 20 Article Tax General
- 21 2–606.
- 22 (H) (1) ON OR BEFORE JUNE 30, 2015, THE COMPTROLLER SHALL
  23 DISTRIBUTE \$100,000,000 FROM THE LOCAL RESERVE ACCOUNT ESTABLISHED TO
  24 COMPLY WITH THIS SECTION TO THE GENERAL FUND OF THE STATE.
- 25 (2) IN EACH OF FISCAL YEARS 2017 THROUGH 2025, IN ADDITION TO
- 26 THE AMOUNTS DISTRIBUTED UNDER SUBSECTION (B) OF THIS SECTION, THE
- 27 COMPTROLLER SHALL DISTRIBUTE \$10,000,000 OF THE REMAINING INCOME TAX
- 28 REVENUE FROM INDIVIDUALS TO THE LOCAL RESERVE ACCOUNT TO REPAY THE
- 29 \$100,000,000 TRANSFER TO THE GENERAL FUND REQUIRED UNDER PARAGRAPH
- 30 (1) OF THIS SUBSECTION.
- 31 2–1302.1.
- 32 (b) For each fiscal year beginning on or before July 1, [2014] **2015**, after the 33 distribution required under subsection (a)(1) of this section, the Comptroller shall

- distribute the remainder of the sales and use tax collected on short-term vehicle rentals under § 11–104(c) of this article as follows:

  (1) to the General Fund of the State:
- 4 (i) [\$15,169,444 for the fiscal year beginning July 1, 2011;
- 5 (ii) \$10,076,582 for the fiscal year beginning July 1, 2012;
- 6 (iii) \$14,535,845 for the fiscal year beginning July 1, 2013; and]
- 7 [(iv)] \$9,249,199 for the fiscal year beginning July 1, 2014; and
- 8 (II) \$8,639,632 FOR THE FISCAL YEAR BEGINNING JULY 1, 2015; 9 AND
- 10 (2) the remainder to the Chesapeake Bay 2010 Trust Fund.
- 11 10-704.

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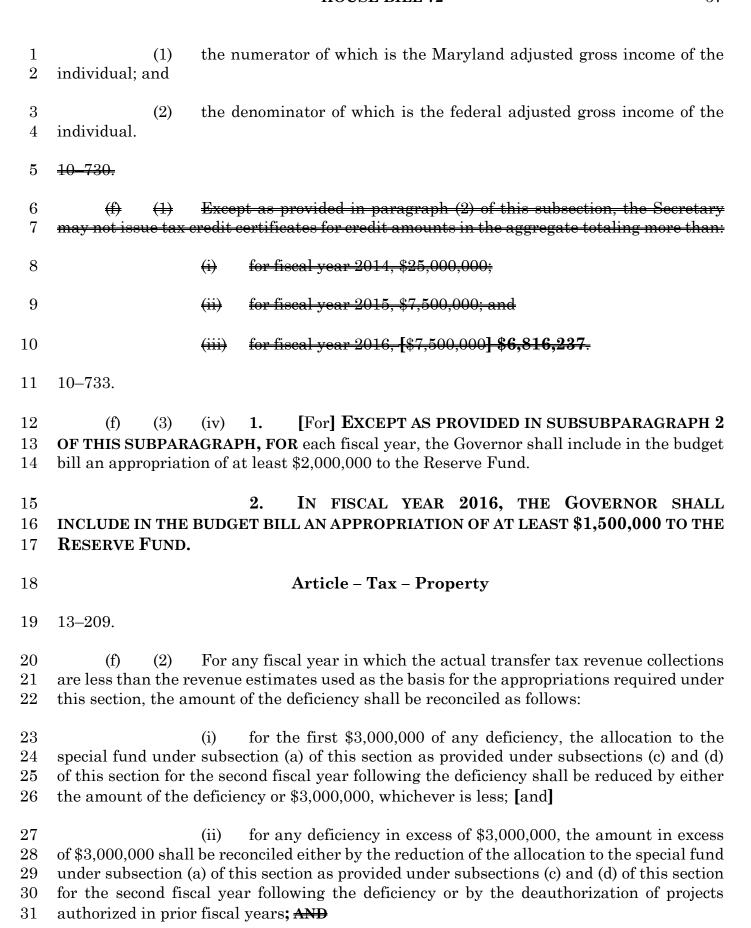
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- 12 (a) (1) [An individual] A RESIDENT may claim a credit against the State 13 income tax for a taxable year in the amount determined under subsection (b) of this section 14 for earned income.
- 15 (2) [An individual] A RESIDENT may claim a credit against the county 16 income tax for a taxable year in the amount determined under subsection (c) of this section 17 for earned income.
- 18 (b) (2) (i) [An individual] EXCEPT AS PROVIDED IN SUBJECT TO
  19 SUBSECTION (D) OF THIS SECTION FOR A PART-YEAR RESIDENT, A RESIDENT may
  20 claim a refund in the amount, if any, by which the applicable percentage specified in
  21 subparagraph (ii) of this paragraph of the earned income credit allowable for the taxable
  22 year under § 32 of the Internal Revenue Code exceeds the State income tax for the taxable
  23 year.
  - (c) (iii) If a county provides for a refundable county earned income credit under this paragraph, [an individual] A RESIDENT may claim a refund of the amount, if any, by which the product of multiplying the credit allowable for the taxable year under § 32 of the Internal Revenue Code by 5 times the county income tax rate for the taxable year exceeds the county income tax for the taxable year.
  - (d) For an individual who is a nonresident or is a resident of the State for only a part of the year, the amount of the credit or refund allowed under this section shall be determined based on the part of the earned income credit allowable for the taxable year under § 32 of the Internal Revenue Code that is attributable to Maryland, determined by multiplying the federal earned income credit by a fraction:



1 2 3 4	(III) FOR THE ALLOCATION OF THE SPECIAL FUND UNDER SUBSECTION (A) OF THIS SECTION, IN THE FISCAL YEAR BEGINNING JULY 1, 2016 TRANSFER TAX REVENUE UNDER-ATTAINMENT FROM THE FISCAL YEAR BEGINNING JULY 1, 2014, WILL NOT BE APPLIED; AND
5 6 7	(IV) TRANSFER TAX REVENUE IN FISCAL YEAR 2015, THAT IS IN EXCESS OF \$161,016,000 MAY BE TRANSFERRED BY BUDGET AMENDMENT IN FISCAL YEAR 2016 FOR:
8 9	1. <u>ADMINISTRATIVE EXPENSES RELATED TO LAND</u> ACQUISITION FOR PROGRAM OPEN SPACE;
10 11	2. <u>CRITICAL MAINTENANCE PROJECTS IN THE</u> <u>DEPARTMENT OF NATURAL RESOURCES;</u>
12 13	3. NATURAL RESOURCES DEVELOPMENT FUND PROJECTS IN THE DEPARTMENT OF NATURAL RESOURCES; AND
14 15	4. REPLACEMENT OF GENERAL FUND APPROPRIATIONS IN THE MARYLAND PARK SERVICE.
16 17 18 19 20 21	<b>{</b> (g) (1) Notwithstanding § 7–311(j) of the State Finance and Procurement Article, subject to paragraph (3) of this subsection, for fiscal year 2016 2019 and for each subsequent fiscal year, if the unappropriated General Fund surplus as of June 30 of the second preceding year exceeds \$10,000,000, the Governor shall include in the budget bill a General Fund appropriation to the special fund under subsection (a) of this section in an amount equal to at least the lesser of \$50,000,000 or the excess surplus over \$10,000,000.
22	(2) For any fiscal year to which this subsection applies:
23 24 25 26 27	(i) unless the unappropriated General Fund surplus as of June 30 of the second preceding fiscal year exceeds the sum of \$10,000,000 and the amount required to be appropriated to the special fund under paragraph (1) of this subsection, the appropriation to the Revenue Stabilization Account under § 7–311(j) of the State Finance and Procurement Article is not required; and
28 29 30 31 32 33 34	(ii) if the unappropriated General Fund surplus as of June 30 of the second preceding fiscal year exceeds the sum of \$10,000,000 and the amount required to be appropriated to the special fund under paragraph (1) of this subsection, the appropriation required to the Revenue Stabilization Account under § 7–311(j) of the State Finance and Procurement Article shall equal the amount by which that surplus exceeds the sum of \$10,000,000 and the amount appropriated to the special fund under paragraph (1) of this subsection.

1 2 3 4	cumulative amour	nt of ar	The cumulative amount required to be appropriated to the graph (1) of this subsection for all fiscal years shall equal the ay appropriation or transfer from the special fund to the General and for each subsequent fiscal year, reduced by:
5 6 7		-	1. the amount of any appropriation or transfer from the ial fund for any fiscal year in excess of the amount required under section for that fiscal year; and
8 9 10		_	2. the amount of any appropriation or transfer from the ecial fund for any fiscal year in which the appropriation under section is not required.
11 12 13 14 15	subsection equal to	the cu	This subsection does not apply to any fiscal year if a cumulative opriated to the special fund for prior fiscal years under this amulative amount of any appropriation or transfer from the special for fiscal year 2006 and for each subsequent fiscal year, reduced
16 17 18		-	1. the amount of any appropriation or transfer from the ial fund for any fiscal year in excess of the amount required under section for that fiscal year; and
19 20 21		-	2. the amount of any appropriation or transfer from the ecial fund for any fiscal year in which the appropriation under section is not required.
22 23 24	Image:	red for	The distributions required under this subsection may not be the purposes of calculating any allocation or appropriation under his section.
25 26	(2) funds from the spe		ithstanding any other provision of law, the Governor may transfer nd established under this section to the General Fund as follows:
27		(i)	on or before June 30, 2014, \$89,198,555;
28		(ii)	for the fiscal year beginning July 1, 2014, \$144,188,544;
29 30	<b>\$115,366,700</b> ;	(iii)	for the fiscal year beginning July 1, 2015, [\$77,654,000]
31		(iv)	for the fiscal year beginning July 1, 2016, \$82,771,000; and
32		(v)	for the fiscal year beginning July 1, 2017, \$86,028,000.

 $\underline{Article-Transportation}$ 

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1	v-	-41	υ.

- 2 (G) (1) THIS SUBSECTION APPLIES ONLY TO A BILL OR AN AMENDMENT 3 THAT WOULD:
- 4 <u>(I) REDUCE ANY TAX OR FEE THAT OTHERWISE WOULD BE</u> 5 CREDITED TO THE TRANSPORTATION TRUST FUND; OR
- 6 <u>(II) INCREASE TRANSPORTATION AID TO LOCAL GOVERNMENTS</u> 7 BY USING FUNDS FROM THE TRANSPORTATION TRUST FUND.
- 8 (2) When submitting a proposed bill or amendment for
- 9 INTRODUCTION IN THE GENERAL ASSEMBLY ON BEHALF OF THE ADMINISTRATION,
- 10 AN EXECUTIVE DEPARTMENT, OR ANY OTHER UNIT OF STATE GOVERNMENT, THE
- 11 GOVERNOR SHALL PROVIDE TO THE GENERAL ASSEMBLY, IN ACCORDANCE WITH §
- 12 2-1246 OF THE STATE GOVERNMENT ARTICLE, A DETAILED ANALYSIS OF THE
- 13 <u>EFFECT THE PROPOSED BILL OR AMENDMENT WILL HAVE ON THE TRANSPORTATION</u>
- 14 TRUST FUND AND THE FUNDING OF PROJECTS SPECIFIED IN THE CONSOLIDATED
- 15 Transportation Program, including an analysis of whether the
- 16 REDUCTION OF AVAILABLE FUNDS WILL RESULT IN THE ELIMINATION OF ANY
- 17 PROJECT OR THE ALTERATION OF THE SCOPE, DESIGN, OR SCHEDULING OF ANY
- 18 *PROJECT*.
- 19 *4–306*.
- 20 (b) (1) (i) Subject to subparagraph (ii) of this paragraph, revenue bonds
- 21 secured by toll revenue may be issued in any amount as long as the aggregate outstanding
- 22 and unpaid principal balance of the revenue bonds secured by toll revenue and revenue
- 23 bonds of prior issues does not exceed \$3,000,000,000 OR, IN FISCAL YEARS 2015 THROUGH
- 24 **2020, \$2,325,000,000,** on June 30 of any year.
- 25 (ii) The maximum aggregate amount of revenue bonds that may be
- 26 <u>outstanding and unpaid under subparagraph (i) of this paragraph shall be reduced by the</u>
- 27 *amount of:*
- 28 <u>Any loan extended to the State under the federal</u>
- 29 Transportation Infrastructure Finance and Innovation Act; and
- 30 <u>Any line of credit extended to the State under the federal</u>
- 31 <u>Transportation Infrastructure Finance and Innovation Act, to the extent the State draws on</u>
- 32 <u>the line of credit.</u>
- 33 *5–415*.

- 1 In this section, "Fire Rescue Service" means the Maryland Aviation (a) 2 Administration Fire Rescue Service. 3 Subject to [subsection (c)] SUBSECTIONS (C) AND (E) of this section, the Fire Rescue Service [shall] MAY charge an ambulance transport fee [set in regulations adopted 4 under subsection (d) of this section \( \) to an individual if the Fire Rescue Service transports 5 6 the individual to a hospital from property owned by the Administration or property subject to a mutual aid agreement to which the Administration is a party. 7 8 (c) [(1)] The Fire Rescue Service may not: 9 *[(i)]* (1) Question an individual about ability to pay [the] AN 10 ambulance transport fee at the time that ambulance transportation is requested or provided; 11 or12 [(ii)] (2) Fail to provide ambulance transportation and emergency medical services because of an individual's actual or perceived inability to pay [the] AN 13 14 ambulance transport fee. 15 [(2)] (D) The Administration may procure the services of a third party billing company to administer [its] AN ambulance transport fee program UNDER THIS 16 17 SECTION. [The] Before the Fire Rescue Service may charge an 18 I(d)I(E)AMBULANCE TRANSPORT FEE UNDER THIS SECTION, THE Administration shall adopt 19 20 regulations to: 21 (1) Set the AMOUNT OF THE ambulance transport fee; and 22 Administer the collection of the ambulance transport fee, including *(2)* 23regulations governing: A waiver of the ambulance transport fee in the event of financial 24*(i)* hardship; 2526 The acceptance of reduced payments by commercial insurers and (ii) 27 other third-party payors, including Medicare and Medicaid; and 28 (iii) A requirement that each individual receiving an ambulance
- 31 <u>[(e)] (F)</u> <u>The Administration shall deposit the fees collected under this section in</u> 32 the Transportation Trust Fund.

assign insurance benefits to the Administration.

transport provide financial information, including the individual's insurance coverage, and

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1	<del>8-613.3.</del>
2	The Governor shall include in the annual operating or capital budget OF THE
3	<b>DEPARTMENT</b> an appropriation [to the Administration] to be used to comply with the
4	Watershed Implementation Plan in the amount of:
5	(1) \$45,000,000 for fiscal year 2015;
6	(2) \$65,000,000 for fiscal year 2016;
7	(3) \$85,000,000 for fiscal year 2017;
8	(4) \$100,000,000 for fiscal year 2018; and
9	(5) \$100,000,000 for fiscal year 2019.
10	Chapter 62 of the Acts of 1992, as amended by Chapter 484 of the Acts of 2010
11	SECTION 4. AND BE IT FURTHER ENACTED, That:
12	(a) Notwithstanding any other provision of law, except as prohibited by the
13	Constitution of Maryland:
10	Constitution of marytana.
14	(1) [For fiscal year 2011 or during] DURING any fiscal year in which
15	appropriations are reduced pursuant to § 7–213 of the State Finance and Procurement
16	Article because of a projected deficit AND FOR FISCAL YEAR 2016, by Executive Order the
17	Governor may institute a furlough or temporary salary reduction plan for Executive Branch
18	employees of the State of Maryland.
19	(2) An Executive Order issued pursuant to paragraph (1) of this subsection
20	(i) Shall specify how the furlough or temporary salary reduction
21	plan applies to the various employees of the State of Maryland; and
22	<u>(ii) May:</u>
23	1. Scale the number of furlough days to salary; and
24	2. Include any other provisions related to the operation of the
25	furlough and temporary salary reduction plan.
26	(b) This section shall be deemed to provide supplemental authority to the Governor
27	and shall not be regarded as in derogation of any power now existing.

## Chapter 397 of the Acts of 2011, as amended by Chapter 425 of the Acts of 2013, and Chapter 464 of the Acts of 2014

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SECTION 16. AND BE IT FURTHER ENACTED, That, in addition to any other revenue generated under § 19–214 of the Health – General Article, as amended by this Act:

- For fiscal year 2012, the Health Services Cost Review Commission shall approve a combination of hospital assessments and remittances in the amount of \$389,825,000 to support the general operations of the Medicaid program. The Commission may reduce assessments or remittances by the amount of any reduction in State Medicaid expenditures that will result from any Commission-approved changes in hospital rates or policies.
- (b) For fiscal years 2013 and 2014, the Commission and the Department of Health 12 and Mental Hygiene shall adopt policies that will provide at least \$389,825,000 from a combination of special fund revenues and General Fund savings from reduced hospital or 13 other payments made by the Medicaid program. The policies adopted under this subsection 15 shall be in lieu of the hospital assessment and remittance revenue generated in fiscal year 16 2012, but may include hospital assessments and remittances. To the maximum extent possible, the Commission and the Department shall adopt policies that preserve the State 17 18 Medicare waiver.
- 19 For fiscal year 2015 and every fiscal year thereafter 2016, the **(1)** 20Commission and the Department of Health and Mental Hygiene shall adopt policies that will provide up to \$389,825,000 in special fund revenues from hospital assessment and 22remittance revenue.
  - **(2)** Beginning with the State budget submission for fiscal year [2016] 2017, the Governor shall reduce the budgeted Medicaid Deficit Assessment by the full amount of hospital inpatient and outpatient General Fund savings that accrue to the Medicaid program as a result of the implementation of Maryland's all-payer model contract approved by the federal Center for Medicare and Medicaid Innovation. The extent of General Fund savings shall be calculated by the Health Services Cost Review Commission and the Department of Health and Mental Hygiene using a methodology developed by the Commission and the Department of Health and Mental Hygiene in consultation with the Maryland Hospital Association. The Commission and the Department of Health and Mental Hygiene shall model the methodology for calculating General Fund savings in the Medicaid program by comparing an average baseline of Maryland Medicaid total riskadjusted hospital expenditures per beneficiary over a reasonable period of time before the implementation of the Maryland all-payer model contract to the actual Maryland Medicaid total risk-adjusted hospital expenditures per beneficiary during the period under Maryland's all-payer model contract. ANNUALLY BY \$20,000,000 \$25,000,000 OVER THE ASSESSMENT LEVEL FOR THE PRIOR YEAR.

- 1 (3) To the extent that the Commission takes other actions that reduce 2 Medicaid costs, those savings shall also be used to reduce the budgeted Medicaid Deficit
- 3 Assessment.
- 4 (4) To the maximum extent possible, the Commission and the Department of Health and Mental Hygiene shall adopt policies that preserve the State's Medicare waiver.
- 7 (D) (1) FROM THE RECOGNITION OF ADDITIONAL HOSPITAL INPATIENT 8 AND OUTPATIENT SAVINGS DUE TO A DECREASE IN UNCOMPENSATED CARE, THE 9 HEALTH SERVICES COST REVIEW COMMISSION SHALL ENACT ADOPT POLICIES THAT WILL ACHIEVE GENERAL FUND SAVINGS TO THE MEDICAID PROGRAM OF AT LEAST;
- 12 **(I)** \$8,000,000 IN FISCAL YEAR 2015; AND
- 13 (H) \$16,700,000 IN FISCAL YEAR 2016.
- **(2)** 14 (I)IF THE POLICIES ENACTED ADOPTED UNDER PARAGRAPH (1) OF THIS SUBSECTION FAIL TO ACHIEVE THE REQUIRED SAVINGS IN  $\frac{\text{EACH FISCAL}}{\text{EACH FISCAL}}$ 15 16 YEAR FISCAL YEAR 2016, THE HEALTH SERVICES COST REVIEW COMMISSION 17 SHALL ENACT POLICIES TO LOWER-HOSPITAL BILLING RATES FOR MEDICARE AND 18 MEDICAID PATIENTS SUFFICIENT TO ACHIEVE THE TOTAL SAVINGS REQUIRED FOR EACH FISCAL YEAR SUBMIT, ON OR BEFORE SEPTEMBER 1, 2015, AN ALTERNATIVE 19 PLAN FOR GENERAL FUND SAVINGS TO THE DEPARTMENT OF HEALTH AND 20 21MENTAL HYGIENE AND THE DEPARTMENT OF BUDGET AND MANAGEMENT FOR
- 23 (II) THE PLAN SUBMITTED UNDER SUBPARAGRAPH (I) OF THIS
  24 PARAGRAPH SHALL PROVIDE FOR SAVINGS IN THE MEDICAID PROGRAM THAT,
  25 WHEN COMBINED WITH THE SAVINGS UNDER PARAGRAPH (1) OF THIS SUBSECTION,
  26 ARE SUFFICIENT TO ACHIEVE TOTAL GENERAL FUND SAVINGS OF AT LEAST
  27 \$16,700,000 IN FISCAL YEAR 2016.
- 28 (3) IF THE POLICIES ENACTED UNDER PARAGRAPHS (1) AND (2) OF
  29 THIS SUBSECTION FAIL TO ACHIEVE THE REQUIRED SAVINGS IN EACH FISCAL YEAR,
  30 THE HEALTH SERVICES COST REVIEW COMMISSION SHALL ENACT POLICIES TO
  31 INCREASE THE MEDICAID DEFICIT ASSESSMENT TO A LEVEL SUFFICIENT TO
  32 ACHIEVE THE TOTAL SAVINGS REQUIRED FOR EACH FISCAL YEAR.
- THE SAVINGS REQUIRED UNDER THIS SUBSECTION SHALL BE IN ADDITION TO THE AMOUNT PROVIDED FOR IN SUBSECTION (C) OF THIS SECTION.

REVIEW.

$\frac{1}{2}$	<u>SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That:</u>
3 4	(b) (1) The Authority shall complete a study and submit a report on the status of its initiative to implement all-electronic tolling in accordance with this subsection.
5	(2) The study shall include:
6 7	(i) an analysis of all-electronic tolling in other states and a description of various all-electronic tolling programs;
8	(ii) an analysis of electronic toll collection interoperability;
9	(iii) an analysis of:
10 11	1. <u>alternative payment methods that do not exceed the existing cash toll rate at each project;</u>
12 13	2. <u>a video toll rate based on an analysis of actual costs and potential savings to collect video tolls; [and]</u>
14 15	3. <u>a toll rate needed to address concerns with video toll collection associated with trucks AND CORRESPONDING AXLE COMBINATIONS;</u>
16 17	4. PROCUREMENT METHODS USED IN OTHER STATES TO SELECT THE BEST ALL-ELECTRONIC TOLLING SYSTEM; AND
18 19	5. THE ECONOMIC BENEFITS OF ENSURING A HIGHLY COMPETITIVE PROCUREMENT METHOD;
20 21	(iv) an analysis of issues and factors related to all-electronic tolling that must be addressed before all-electronic tolling becomes effective at each project;
22 23	(v) an overview of revisions, if any, to the Authority's initial all-electronic tolling proposal; and
24 25	(vi) proposed legislation, if required, relating to the implementation of all-electronic tolling.
26 27	(3) The Authority shall submit a report of its findings and recommendations on or before January 1, 2016, to:
28	(i) the County Executive and County Council of Cecil County:
29	(ii) the County Executive and County Council of Harford County;

1	(iii) the Mayor and Town Commission of the Town of Perryville;
2	(iv) the Mayor and City Council of the City of Havre de Grace; and
3 4	(v) in accordance with § 2–1246 of the State Government Article, the House Committee on Ways and Means and the Senate Finance Committee.
5 6	SECTION 2. AND BE IT FURTHER ENACTED, That the Laws of Maryland read as follows:
7	Article - Education
8	<u>6–306.</u>
9 10 11	(b) (1) For fiscal year 2000 and each subsequent fiscal year, the Governor shall include in each year's operating budget funding for the stipends and bonuses provided in this subsection.
12 13 14 15 16 17	(2) A classroom teacher or other nonadministrative school—based employee in a public school identified by the State Board as having comprehensive needs who holds a standard professional certificate or an advanced professional certificate who is employed by a county board and who holds a certificate issued by the National Board for Professional Teaching Standards shall receive a stipend from the State in an amount equal to the county grant for national certification, up to a maximum of \$2,000 per qualified individual.
18 19 20 21 22 23	(3) A classroom teacher or other nonadministrative school—based employee in a school not identified by the State Board as having comprehensive needs who holds a standard professional certificate or an advanced professional certificate who is employed by a county board and who holds a certificate issued by the National Board for Professional Teaching Standards shall receive a stipend from the State in an amount equal to the county grant for national certification, up to a maximum of \$1,000 per qualified individual.
<ul><li>24</li><li>25</li><li>26</li><li>27</li></ul>	[(4) A classroom teacher who holds an advanced professional certificate and teaches in a public school identified by the State Board as a school having comprehensive needs shall receive a stipend from the State in the amount of \$1,500 for each year that the teacher performs satisfactorily in the classroom.
28 29 30	(5) (4) (i) 1. The State Board shall establish a program to support locally negotiated incentives, governed under Subtitles 4 and 5 of this title, for highly effective classroom teachers and principals to work in public schools that are:
31	A. In improvement, corrective action, or restructuring;
32 33	B. <u>Categorized by the local school system as a Title I school;</u> or

1 2	C. <u>In the highest 25% of schools in the State based on a ranking of the percentage of students who receive free and reduced priced meals.</u>
3 4	2. <u>The program established under subsubparagraph 1 of this subparagraph may include financial incentives, leadership changes, or other incentives.</u>
5 6	(ii) 1. The State Board shall adopt guidelines to implement this paragraph.
7 8 9	2. Nothing in this paragraph shall be construed to prohibit a local school system from employing more stringent standards than the guidelines adopted under this subparagraph.
10 11	SECTION 3. AND BE IT FURTHER ENACTED, That the Laws of Maryland read as follows:
12	<u>Article - State Personnel and Pensions</u>
13	<u>21–304.</u>
14	(a) (1) In this section the following words have the meanings indicated.
15 16 17 18 19 20	(2) With respect to local employees, "aggregate annual earnable compensation" means the total annual earnable compensation payable by a local employer to all of its local employees, calculated as of June 30 of the second prior fiscal year before the fiscal year for which the calculation is made under this section, adjusted by any actuarial assumed salary increases that were used in the actuarial valuation prepared under § 21–125(b) of this title for the immediate prior fiscal year.
21	[(3) "Full funding rate" means the sum of:
22 23 24	(i) the aggregate normal rate that is based on the normal contribution rate calculated under subsection (c) of this section and adjusted to incorporate legislative changes in benefits to reflect changes to the normal cost; and
25 26 27	(ii) the aggregate unfunded accrued liability contribution rate that is based on the unfunded accrued liability contribution rate under subsection (d)(1) and (2) of this section.
28 29 30	(4) "Funding ratio for the employees' systems" means the actuarial value of assets for the employees' systems divided by the actuarial accrued liability for the employees' systems.
31 32 33	(5) "Funding ratio for the teachers' systems" means the actuarial value of assets for the teachers' systems divided by the actuarial accrued liability for the teachers' systems.]

1 2 3 4		"Local employee" means a member of the Teachers' Retirement Pension System who is an employee of a day school in the State supervision of a county board of education or the Baltimore City sioners, employed as:
5	<u>(i)</u>	<u>a clerk;</u>
6	<u>(ii)</u>	a helping teacher;
7	<u>(iii)</u>	a principal;
8	<u>(iv)</u>	a superintendent;
9	<u>(v)</u>	a supervisor; or
10	<u>(vi)</u>	<u>a teacher.</u>
11 12	[(7)] (4) Baltimore City Board of	"Local employer" means a county board of education or the School Commissioners.
13 14 15	adjustment to the norma	legislative change" means a legislative change that results in an lost or accrued liabilities that has not previously been recognized under § 21–125(b) of this title.
16 17	<del></del>	iminary funding rate" means the full funding rate without any al cost or accrued liabilities for a new legislative change.]
18 19 20	[(10)] (5) participating government § 21–305 or § 21–306 of to	"State member" does not include a member on whose behalf a natal unit is required to make an employer contribution under this subtitle.
21 22 23	[(11)] (6) portion of the employer of attributable to all local e	"Total employer contribution for local employees" means that contribution calculated under subsection (b) of this section that is employees.
24 25 26 27 28	behalf of the State mem accumulation fund an a	ect to paragraphs (4) and (5) of this subsection, each fiscal year, on bers of each State system, the State shall pay to the appropriate mount equal to or greater than the sum of the amount, if any, in the budget bill under § 3–501(c)(2)(ii) of this article and the
29 30	(i) members of that State sy	the aggregate annual earnable compensation of the State ystem; and
31	<u>(ii)</u>	[1. for State members of the Law Enforcement Officers'

Retirement System, State Police Retirement System, and the Judges' Retirement System,]

the sum of the normal contribution rate and the accrued liability contribution rate FOR 1 2 STATE MEMBERS OF THAT STATE SYSTEM, as determined under this section[; 3 for State members of the Employees' Pension System, Employees' Retirement System, Correctional Officers' Retirement System, and Legislative 4 Pension Plan, the employees' systems contribution rate determined under subsection (e) of 5 6 this section: or 7 3. for State members of the Teachers' Pension System and 8 Teachers' Retirement System, the teachers' systems contribution rate determined under 9 subsection (f) of this section. 10 The amount determined under paragraph (1) of this subsection for each (2)11 State system shall be based on an actuarial determination of the amounts that are required 12 to preserve the integrity of the funds of the several systems using: 13 the entry-age actuarial cost method; and <u>(i)</u> actuarial assumptions adopted by the Board of Trustees. 14 (ii) 15 For the purpose of making the determinations required under this (3)16 section: the Employees' Retirement System, the Employees' Pension 17 (i) 18 System, the Correctional Officers' Retirement System, and the Legislative Pension Plan shall be considered together as one State system; and 19 20 the Teachers' Retirement System and the Teachers' Pension (ii) 21System shall be considered together as one State system. 22Except as provided in paragraph (3) of this subsection and subject to (e) 23 paragraph (2) of this subsection, the employees' system contribution rate shall be the sum 24of: 25the employees' system contribution rate for the previous fiscal (i) 26year; and 27 20% of the difference between the full funding rate for the (ii) 1. 28current fiscal year and the employees' system contribution rate for the previous fiscal year; 29 or 30 2.for a fiscal year for which an adjustment to normal cost or accrued liabilities for a new legislative change is first determined as a result of an actuarial 31 valuation under § 21–125(b) of this title, 20% of the difference between the preliminary 32 33 funding rate for the current fiscal year and the employees' system contribution rate for the

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previous fiscal year.

1	<u>(2)</u>		fiscal year for which an adjustment to normal cost or accrued
$\frac{2}{3}$		_	lative change is determined as a result of an actuarial valuation is title, the contribution rate for the employees' systems under
3 4			section shall be adjusted to fully reflect the cost or savings of the
5			hat result in changes in normal contributions or accrued liabilities
6		_	e time remaining until June 30, 2038, any changes in accrued
7	liabilities of the en		
•	madiffues of the ch	<u>iipioyet</u>	co systems.
8	<u>(3)</u>	The p	ercentages used in paragraph (1)(ii) of this subsection shall be:
9		<u>(i)</u>	28% for the rate for fiscal year 2015;
10		<u>(ii)</u>	36% for the rate for fiscal year 2016;
11		<u>(iii)</u>	44% for the rate for fiscal year 2017;
12		<u>(iv)</u>	52% for the rate for fiscal year 2018;
13		<u>(v)</u>	60% for the rate for fiscal year 2019;
14		<u>(vi)</u>	68% for the rate for fiscal year 2020;
15		(vii)	76% for the rate for fiscal year 2021;
16		(viii)	84% for the rate for fiscal year 2022;
17		<u>(ix)</u>	92% for the rate for fiscal year 2023; and
18		<u>(x)</u>	100% for the rate for fiscal year 2024 and thereafter.]
19 20	[(f) (1) paragraph (2) of th		ot as provided in paragraph (3) of this subsection and subject to section, the teachers' system contribution rate shall be the sum of:
21 22	year; and	<u>(i)</u>	the teachers' system contribution rate for the previous fiscal
23 24 25	current fiscal year or	( <u>ii)</u> and tl	1. 20% of the difference between the full funding rate for the ne teachers' system contribution rate for the previous fiscal year;
26 27	accounted liabilities	for a no	2. <u>for a fiscal year for which an adjustment to normal cost or</u> we legislative change is first determined as a result of an actuarial
28			5(b) of this title, 20% of the difference between the preliminary
	_		- · · · ·
29	=		ent fiscal year and the teachers' system contribution rate for the
30	previous fiscal yea	L <u>I'.</u>	

1		<u>(2)</u>	For a	fiscal year for which an adjustment to normal cost or accrued
2				lative change is determined as a result of an actuarial valuation
3	-	•	•	is title, the contribution rate for the teachers' systems under
$rac{4}{5}$		-		section shall be adjusted to fully reflect the cost or savings of the hat result in changes in normal contributions or accrued liabilities
6			_	e time remaining until June 30, 2038, any changes in accrued
7	liabilities of			<del>-</del>
•	maphines of	tile te	<u>acmers</u>	systems.
8		<u>(3)</u>	The p	ercentages used in paragraph (1)(ii) of this subsection shall be:
9			<u>(i)</u>	28% for the rate for fiscal year 2015;
10			<u>(ii)</u>	36% for the rate for fiscal year 2016;
11			<u>(iii)</u>	44% for the rate for fiscal year 2017;
12			<u>(iv)</u>	52% for the rate for fiscal year 2018;
13			<u>(v)</u>	60% for the rate for fiscal year 2019;
14			<u>(vi)</u>	68% for the rate for fiscal year 2020;
15			<u>(vii)</u>	76% for the rate for fiscal year 2021;
16			(viii)	84% for the rate for fiscal year 2022;
17			<u>(ix)</u>	92% for the rate for fiscal year 2023; and
18			<u>(x)</u>	100% for the rate for fiscal year 2024 and thereafter.]
19	<u>21–308.</u>			
20	<u>(a)</u>	<u>(1)</u>	On or	before December 1 of each year, the Board of Trustees shall:
21			(i)	certify to the Governor and the Secretary of Budget and
$\frac{21}{22}$	Managemen	t the r		be used to determine the amounts to be paid by the State to the
$\frac{-}{23}$				ch of the several systems during the next fiscal year, including a
24				he normal contribution rate for the Teachers' Retirement System
25				n System; and
26			<u>(ii)</u>	provide to the Secretary of Budget and Management a statement
27	·			paid by the State as determined under § 21–304 of this subtitle to
28	·			nt System and the Teachers' Pension System expressed as a
29	percentage o	f the p	<u>oayroll</u>	of all members of those State systems.

The Governor shall include in the budget bill:

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<u>(2)</u>

1 2 3	(i) the total amount of the State's contribution to each State system as ascertained based on the rates certified by the Board of Trustees under paragraph (1) of this subsection;
4 5 6 7 8	(ii) the additional amounts as ascertained under subsection (d) of this section for the State's payment to the professional and clerical employees of the Department of Public Libraries of Montgomery County who are members of the Employees' Retirement System of Montgomery County and are excluded from membership in the Teachers' Retirement System or the Teachers' Pension System; and
9 10	(iii) any additional amount required to be in the budget bill under § 3–501(c)(2)(ii) of this article.
11 12 13 14 15 16	(3) The amounts that the Governor is required to include in the budget bill under paragraph (2) of this subsection shall be reduced by the amount of administrative and operational expenses for the Board of Trustees and the State Retirement Agency that are to be paid by local employers under § 21–316 of this subtitle other than participating governmental units or employers who are required to make contributions under § 21–307 of this subtitle.
17 18 19	(4) (i) [1. For fiscal year 2014, in addition to the annual required contribution required under paragraph (2) of this subsection, the Governor shall include in the budget bill a supplemental contribution of \$100,000,000.
20 21 22	2. For fiscal year 2015, in addition to the annual required contribution required under paragraph (2) of this subsection, the Governor shall include in the budget bill a supplemental contribution of \$100,000,000.
23 24 25	3.] For fiscal year 2016, in addition to the annual required contribution required under paragraph (2) of this subsection, the Governor shall include in the budget bill a supplemental contribution of [\$150,000,000] \$75,000,000.
26 27 28 29	[4.] (II) For fiscal year 2017 AND EACH FISCAL YEAR THEREAFTER, in addition to the annual required contribution required under paragraph (2) of this subsection, the Governor shall include in the budget bill a supplemental contribution of [\$200,000,000] \$75,000,000[.
30 31 32	5. For fiscal year 2018, in addition to the annual required contribution required under paragraph (2) of this subsection, the Governor shall include in the budget bill a supplemental contribution of \$250,000,000.
33	6. For fiscal year 2019 and each fiscal year thereafter, in

addition to the annual required contribution required under paragraph (2) of this subsection, the Governor shall include in the budget bill a supplemental contribution of \$300,000,000,] until[:

$\frac{1}{2}$	A.] the total actuarial value of assets for the several systems divided by the total actuarial accrued liability for the several systems equals a funding ratio
3	of 85%[; and
4 5	B. the contribution rates certified under paragraph (1)(i) of this subsection are the full funding rates as defined in § 21–304(a)(3) of this subtitle].
6 7 8 9 10	<u>[(ii)</u> If the amount of a supplemental contribution included in the budget bill for a fiscal year is less than the amount required under subparagraph (i) of this paragraph, the Governor shall increase the supplemental contribution for the following fiscal year by the amount of the reduction to the supplemental contribution in the previous fiscal year.]
11 12	<u>SECTION 4. AND BE IT FURTHER ENACTED, That the Laws of Maryland read as follows:</u>
13	$\underline{Article-Tax-General}$
14	<u>10–703.</u>
15 16 17	(a) Except as provided in subsection (b) of this section, a resident may claim a credit [only] against the [State] income tax for a taxable year in the amount determined under subsection (c) of this section for State tax on income paid to another state for the year.
18	(b) A credit under subsection (a) of this section is not allowed to:
19 20	(1) a resident other than a fiduciary, if the laws of the other state allow the resident a credit for State income tax paid to this State;
21 22	(2) a resident fiduciary, if the fiduciary claims, and the other state allows, a credit for State income tax paid to this State;
23 24	(3) a resident for less than the full taxable year for tax on income that is paid to another state during residency in that state; or
25	(4) a nonresident.
26 27 28	(c) (1) Except as provided in paragraph (2) of this subsection AND SUBJECT TO SUBSECTION (D) OF THIS SECTION, the credit allowed a resident under subsection (a) of this section is the lesser of:
29 30	(i) the amount of allowable tax on income that the resident paid to another state; or

- 1 an amount that does not reduce the [State] income tax to an (ii) 2 amount less than would be payable if the income subjected to tax in the other state were 3 disregarded. 4 If the credit allowed a resident under subsection (a) of this section is *(2)* 5 based on tax that an S corporation pays to another state, the credit allowable to a 6 shareholder: may not exceed that shareholder's pro rata share of the tax; and 7 *(i)* 8 (ii) will be allowed for another state's income taxes or taxes based on 9 income. 10 *(1)* THE AMOUNT OF THE CREDIT ALLOWED UNDER SUBSECTION (A) (D) OF THIS SECTION TO BE APPLIED AGAINST THE STATE INCOME TAX IS EQUAL TO THE 11 12 AMOUNT THAT WOULD BE CALCULATED UNDER SUBSECTION (C) OF THIS SECTION USING THE STATE INCOME TAX RATE AS THE ONLY APPLICABLE RATE. 13 14 *(2)* THE AMOUNT OF THE CREDIT ALLOWED UNDER SUBSECTION (A) OF THIS SECTION TO BE APPLIED AGAINST THE COUNTY INCOME TAX IS EQUAL TO 15 16 THE AMOUNT CALCULATED UNDER SUBSECTION (C) OF THIS SECTION LESS THE AMOUNT CALCULATED UNDER PARAGRAPH (1) OF THIS SUBSECTION. 17 18 SECTION  $\geq 4.5$ . AND BE IT FURTHER ENACTED, That, notwithstanding any 19 other provision of law, for fiscal year 2016, there shall be no increase in rates to providers of nonpublic placements under § 8-406 of the Education Article over the rates in effect on 20 June 30 July 1, 2014. 2122SECTION 3. 5. 6. AND BE IT FURTHER ENACTED, That, for fiscal year 2016, payments to providers with rates set by the Interagency Rates Committee under § 8-417 23of the Education Article may not increase over the rates in effect on June 30 July 1, 2014. 2425SECTION 4. 6. 7. AND BE IT FURTHER ENACTED, That, notwithstanding any 26 other provision of law: 27 Except as otherwise provided in this section, State employees employed (1) 28by any entity, including the University System of Maryland, Morgan State University, and St. Mary's College of Maryland, may not receive merit increases or cost-of-living 2930 adjustments in fiscal year 2016. <del>(b)</del> This <del>provision</del> subsection does not affect: 31 *(2)* 32 *(i)* Salaries for constitutional officers or members of the General <del>(1)</del> 33 Assembly; or
- 34 (2) (ii) Increases necessary for the retention of faculty in the University System of Maryland, Morgan State University, or St. Mary's College of Maryland;

1 2 3	(iii) Increased payments under a collective bargaining agreement negotiated with an accredited representative in accordance with § 7-601 of the		
J	$\underline{Transportation\ Article; or}$		
4	(iv) Operationally critical staff.		
5	(b) (1) This subsection does not apply to the Executive Pay Plan.		
6 7 8	(2) No plan of compensation for any State position of employment may be amended to provide a rate of compensation lower than the rate provided for the position in effect on January 1, 2015.		
O			
9 10 11	(c) <u>(1)</u> Any salary or hours lost by a State employee in fiscal year 2016 as a result of a mandatory furlough, temporary salary reduction, or other similar cost–saving measure taken on or after July 1, 2015, that reduces the employee's compensation below the		
12	rate of compensation of the employee in the same position in effect on January 1, 2015, shall		
13	be included in the calculation of earnable compensation and service credits for the purpose		
14	of determining retirement benefits and member contributions, as provided in Chapter 62,		
15	Section 8 of the Acts of the General Assembly of 1992, as amended by Chapter 487, Section		
16	18 of the Acts of the General Assembly of 2009.		
	<u> </u>		
17	(2) The Board of Trustees for the State Retirement and Pension System may		
18	adopt any policies and procedures necessary to carry out the provisions of this subsection.		
19	(d) On or before December 1, 2015, in accordance with § 2–1246 of the State		
20	Government Article, the University System of Maryland, Morgan State University, and St.		
21	Mary's College of Maryland shall each submit a report to the Senate Budget and Taxation		
22	<u>Committee and the House Appropriations Committee that:</u>		
23 24	(1) <u>Describes the policies adopted by the governing boards of those institutions to designate operationally critical staff;</u>		
25 26	(2) <u>Identifies all staff designated as operationally critical for purposes of subsection (a)(2)(iv) of this section; and</u>		
27 28	(3) <u>Details any merit increases awarded to staff as a consequence of being designated as operationally critical.</u>		
29 30 31	(e) On or before December 1, 2015, in accordance with § 2–1246 of the State Government Article, the Department of Budget and Management shall submit a report to the Senate Budget and Taxation Committee and the House Appropriations Committee that:		

(1) <u>Describes the policies adopted by the Department to govern the designation of operationally critical staff;</u>

- 1 (2) <u>Identifies all Executive Branch staff identified as operationally critical</u> 2 for purposes of subsection (a)(2)(iv) of this section; and
- 3 (3) <u>Details any merit increases awarded to staff as a consequence of being</u> 4 <u>designated as operationally critical.</u>
- SECTION 5. 7. 8. AND BE IT FURTHER ENACTED, That, notwithstanding any other provision of law, for fiscal year 2016 the Department of Housing and Community Development may use up to \$2,400,000 of the funds in the Housing Counseling and Foreclosure Mediation Fund established under § 4–507 of the Housing and Community Development Article for administrative expenses.
- SECTION & <u>S. 9.</u> AND BE IT FURTHER ENACTED, That, notwithstanding any other provision of law:
- 12 (a) Subject to subsection (b) of this section, for fiscal year 2015, funds in the Maryland Health Insurance Plan Fund established under § 14–504 of the Insurance Article 14 may be used by the Department of Health and Mental Hygiene to fund provider 15 reimbursements in the Medicaid program.
- 16 (b) The amount of funds that may be used under <u>subsection</u> (a) of this section 17 shall be the greater of:
- 18 (1) \$45,000,000 \$55,000,000; or
- 19 (2) The nonfederal share of the Medicare or Medicaid programs.
- 20 (2) The estimated percentage of the fund balance obtained from payers other than the federal Medicare program or the federal portion of the Medicaid program.
- 22 (c) The remaining fund balance obtained from the federal Medicare program or
  23 the Medicaid program may be used in fiscal years 2016 through 2019 to support integrated
  24 care networks designed to reduce health care expenditures and improve outcomes for
  25 unmanaged high-needs Medicare patients and patients dually eligible for Medicaid and
  26 Medicare, consistent with the goals of Maryland's all-payer model.
- SECTION 7. 9. 10. AND BE IT FURTHER ENACTED, That, notwithstanding any other provision of law, for fiscal years 2015 and 2016, any payment received by the Department of Business and Economic Development as a repayment of a loan under § 7–314 of the State Finance and Procurement Article shall be deposited in the General Fund.
- SECTION 8. 10. 11. AND BE IT FURTHER ENACTED, That, notwithstanding any other provision of law, on or before June 30, 2015, the Governor may transfer to the General Fund:
- \$10,500,000 from the unencumbered balance in the accounts of Program Open Space established under Title 5, Subtitle 9 of the Natural Resources Article;

- \$6,000,000 of the funds in from a combination of the efficiency and conservation programs accounts, renewable and clean energy programs account, and administrative expense account of the Maryland Strategic Energy Investment Fund established under § 9–20B–05 of the State Government Article;
- 5 \$4,000,000 of the funds in the accounts of the Baltimore City Community College;
- \$4,000,000 of the funds in the reserve account established by the State to pay unemployment compensation for State employees;
- \$3,000,000 of the funds in the Jane E. Lawton Conservation Fund established under \$9-20A-07 of the State Government Article;
- \$3,000,000 from the funds of the Mortgage Lender–Originator Fund established under § 11–610 of the Financial Institutions Article;
- \$2,500,000 of the funds in the Board of Nursing Fund established under § 8–206 of the Health Occupations Article;
- \$2,180,000 of the funds in the Waterway Improvement Fund established under \$ 8–707 of the Natural Resources Article;
- \$1,800,000 of the funds in the Board of Physicians Fund established under § 14–207 of the Health Occupations Article;
- \$1,700,000 of the funds in the accounts of the Health Personnel Shortage Incentive Grant Program established under § 18–803 of the Education Article that are paid to the Program from the Board of Physicians Fund under § 14–207(c)(2)(i) of the Health Occupations Article;
- \$1,600,000 of the funds in the State Board of Pharmacy Fund established under \$ 12–206 of the Health Occupations Article;
- \$1,375,000 of the funds in the Bay Restoration Fund established under § 9–1605.2 of the Environment Article; and
- \$\frac{\\$1,000,000}{\$500,000}\$ of the funds in the Spinal Cord Injury Research Trust Fund established under \\$13-1406\$ of the Health General Article; and
- \$\frac{\$58,000 \text{ of the funds in the Sustainable Communities Tax Credit Reserve Fund}\$ established under \\$5A-303 \text{ of the State Finance and Procurement Article}.
- SECTION 9. 11. 12. AND BE IT FURTHER ENACTED, That, notwithstanding any other provision of law, on or before June 30, 2015, the Governor may transfer to the General Fund the balance of the funds in the State Police Helicopter Replacement Fund established

33 under § 2–801 of the Public Safety Article.

L	SECTION 12. 13. AND BE IT FURTHER ENACTED, That, notwithstanding any
2	other provision of law, on or after July 1, 2015, the revenue attributable to the surcharge
3	under § 7-301(f) of the Courts Article on citations issued before October 1, 2010 (the
1	effective date of Chapter 735 of the Acts of 2010) that would have otherwise been credited
5	to the State Police Helicopter Replacement Fund, but for the repeal of the Fund under this
3	Act, shall be credited to the General Fund.

- SECTION <u>10. 13. 14.</u> AND BE IT FURTHER ENACTED, That, notwithstanding any other provision of law, on or before June 30, 2016, the Governor may transfer to the General Fund:
- \$4,000,000 of the funds in the reserve account established by the State to pay unemployment compensation for State employees; and
- \$500,000 of the funds in the Spinal Cord Injury Research Trust Fund established under \$13–1406 of the Health General Article.
- SECTION 11. AND BE IT FURTHER ENACTED, That, notwithstanding any other provision of law:
- 16 (a) In fiscal year 2015, \$4,073,964 of the funds that would otherwise be allocated
  17 as video lottery terminal local impact grants under § 9–1A–31 of the State Government
  18 Article shall be allocated to the Education Trust Fund; and
- 19 (b) In fiscal year 2016, \$3,887,697 of the funds that would otherwise be allocated 20 as video lottery terminal local impact grants under § 9–1A–31 of the State Government 21 Article shall be allocated to the Education Trust Fund.

## 22 SECTION 12. AND BE IT FURTHER ENACTED, That:

- 23 (a) On or before June 30, 2015, the Comptroller shall distribute \$100,000,000
  24 from the Local Reserve Account established under § 2–606 of the Tax General Article to
  25 the General Fund; and
- 26 (b) During fiscal year 2016, the State shall pay \$100,000,000 to the Local Reserve
  27 Account established under § 2–606 of the Tax General Article to repay the transfer to the
  28 General Fund authorized under subsection (a) of this section.
- 29 SECTION 13. AND BE IT FURTHER ENACTED, That, notwithstanding any other 30 provision of law, for fiscal year 2017 and each fiscal year thereafter:
- 31 (a) For any appropriation that is required by statute, the percentage funding
  32 increase over the previous fiscal year may not exceed the percentage by which the projected
  33 total General Fund revenues for the upcoming fiscal year exceed the revised estimate of
  34 total General Fund revenues for the current fiscal year, as reflected in the December report

of estimated State revenues submitted by the Board of Revenue Estimates to the Governor under § 6–106(b) of the State Finance and Procurement Article, less 1%.

## (b) Subsection (a) of this section does not apply to:

- 4 (1) funding required for State aid to public elementary and secondary
  5 education as provided under Title 5, Subtitle 2 and §§ 8–310.3, 8–317, 8–406, 8–415, and
  6 23–503 of the Education Article; or
- 7 (2) the State's employer contribution to the State Retirement and Pension 8 System required under § 21–308 of the State Personnel and Pensions Article.
- 9 SECTION 14. 15. AND BE IT FURTHER ENACTED, That, on or before June 30, 10 2015, each Managed Care Organization that the Department of Health and Mental Hygiene estimates to have an insufficient loss ratio for calendar year 2014, shall make 11 adjustments to Managed Care Organization capitation rates, including at least \$10,000,000 12 13 in general funds, reimburse the Department for the amount of the estimated insufficient 14 loss <del>ratios in calendar year 2014</del> ratio. The <del>adjustments</del> reimbursements under this section 15 shall be credited toward the maximum adjustment amount based on each Managed Care 16 Organization's final calendar year 2014 loss ratio, as determined under Code of Maryland 17 Regulations 10.09.65.19-5. To the extent that the Department determines that the 18 maximum adjustment amount based on a Managed Care Organization's final calendar year 19 2014 loss ratio is less than the adjustment reimbursement paid by the Managed Care 20 Organization to the Department under this section, the Department shall reimburse the 21Managed Care Organization shall be reimbursed at an amount equal to the difference.
- 22 <u>SECTION 15.</u> 16. AND BE IT FURTHER ENACTED, That, notwithstanding any other provision of law, for fiscal year 2016, a stipend granted under:
- 24 (1) Section 6–306(b)(2) and (4) of the Education Article may only be granted 25 to a teacher or an employee in a public school identified by the State Board of Education 26 for fiscal year 2014 as having comprehensive needs; and
- 27 (2) Section 6–206(b)(3) of the Education Article may only be granted to a
  28 teacher or an employee in a public school not identified by the State Board of Education for
  29 fiscal year 2014 as having comprehensive needs.
- 30 <u>SECTION 46.</u> 17. AND BE IT FURTHER ENACTED, That, notwithstanding any other provision of law, for fiscal year 2016 only:
- 32 (1) the Baltimore City Board of School Commissioners may not be required 33 to contribute any funds to the Baltimore City Public School Construction Financing Fund 34 established under § 10–656 of the Economic Development Article; and
- 35 (2) the State Comptroller may not withhold, under § 10–645(h) of the 36 Economic Development Article, an amount from any installment due the Baltimore City 37 Board of School Commissioners from the General Fund.

SECTION 17. 18. AND BE IT FURTHER ENACTED, That the unexpended appropriation for the Autism Waiver, within the Maryland State Department of Education, Program R00A02.07 Students with Disabilities – Aid to Education, that was included in the fiscal year 2015 operating budget (Chapter 462 of the Acts of 2014) is reduced by \$2,800,000 and shall revert to the General Fund.

SECTION 18. 19. AND BE IT FURTHER ENACTED, That the unexpended appropriation for the Out—of—County Placements, within the Maryland State Department of Education, Program R00A02.05 Formula Programs for Specific Populations — Aid to Education, that was included in the fiscal year 2015 operating budget (Chapter 462 of the Acts of 2014) is reduced by \$900,000 and shall revert to the General Fund.

SECTION 49. 20. AND BE IT FURTHER ENACTED, That, in implementing the holding of the Court of Appeals in DeWolfe v. Richmond, 434 Md. 403 (2012) and 434 Md. 444 (2013), if attorneys are appointed in a county to provide legal representation at an initial appearance before a District Court commissioner, in fiscal year 2016, the total amount of the costs of compensating the attorneys plus the associated costs to administer the program that is beyond the amount restricted for this purpose in the State budget shall be billed by the appointing authority to the county in which the representation is provided and shall be paid by that county. Authorization of State funds in the fiscal year 2016 State budget for this purpose represents a one—time allocation and provides no authority for additional State expenditures or commitment of funds without separate statutory authority or separate authorization in the State budget as passed by the General Assembly.

SECTION 20. 21. AND BE IT FURTHER ENACTED, That any money received by the State as a result of conditions of an approved merger between Exelon Corporation and Pepco Holdings, Inc. shall be expended only as specifically authorized in the State budget bill as enacted and not subject to transfer by budget amendment.

SECTION 21. 22. AND BE IT FURTHER ENACTED, That, notwithstanding any other provision of law, for fiscal year 2016 only, the State Health Services Cost Review Commission may not assess hospital rate assessments under § 19–214 of the Health – General Article for the operation and administration of the Maryland Health Insurance Plan established under Title 14, Subtitle 5 of the Insurance Article.

31 <u>SECTION 22. AND BE IT FURTHER ENACTED, That, notwithstanding any other</u> 32 <del>provision of law, for fiscal year 2016, the State's share of any operating deficits for:</del>

- 33 <u>the Baltimore Convention Center under § 10–641 of the Economic</u> 34 <u>Development Article may not exceed \$6,060,375; and</u>
- 35 <u>(2)</u> <u>the Ocean City Convention facility under § 10–643 of the Economic</u> 36 <u>Development Article may not exceed \$1,482,444.</u>
- SECTION 23. AND BE IT FURTHER ENACTED, That, notwithstanding any other provision of law, for fiscal year 2016 only, the Transportation Trust Fund may be used as

the source of funding for the appropriation required under § 8–613.3 of the Transportation
Article to comply with the Watershed Implementation Plan.

3 SECTION 24, AND BE IT FURTHER ENACTED, That, on or before December 1, 4 2019, the Department of Legislative Services shall conduct a review of the amounts required to be appropriated to the accumulation funds of the State Retirement and Pension System 5 under § 7–311(j)(1) of the State Finance and Procurement Article. The review shall include 6 7 findings and recommendations regarding the appropriate amount of funding and whether 8 the required amount of funding should be altered or eliminated. The results of the review 9 shall be reported to the Governor, the Senate Budget and Taxation Committee, the House Appropriations Committee, and the Joint Committee on Pensions, in accordance with § 10 11 2–1246 of the State Government Article.

- 12 <u>SECTION 25. AND BE IT FURTHER ENACTED</u>, That, notwithstanding any other 13 provision of law, in fiscal year 2016 and each fiscal year thereafter through fiscal year 2020, 14 the Maryland Transportation Authority:
- 15 <u>(1) may not spend less than \$275 million per year for operating expenses,</u> 16 <u>exclusive of debt service payments;</u>
- 17 <u>(2) may not spend less than \$275 million per year for capital expenses;</u>
- 18 <u>(3)</u> shall maintain:
- (i) <u>at least \$350 million per year in unrestricted cash balances; and</u>
- 20 <u>(ii) a minimum annual debt service coverage level of 250% of debt</u>
- 21 service; and
- 22 (4) may not supplement revenues credited to the Transportation Authority 23 Fund under § 4–313 of the Transportation Article with any funds appropriated or 24 transferred from the Transportation Trust Fund or transferred from any other source to the
- 25 <u>Transportation Authority Fund.</u>

26 SECTION 26. AND BE IT FURTHER ENACTED, That the Attorney General shall 27 review the decision of the U.S. Supreme Court in the appeal of Maryland State Comptroller of the Treasury v. Brian Wynne, et ux. 431 Md. 147 (2013) and advise the Comptroller and 28 29 the Department of Legislative Services whether the decision, expressly or in effect, invalidates the practice under Maryland law of allowing, for State tax on income paid to 30 another state, a credit only against the State income tax, and, if the Attorney General so 31 32 advises, Section 4 of this Act shall take effect on the date the advice of the Attorney General is received by the Department of Legislative Services. If Section 4 of this Act takes effect in 33 34 accordance with this section, it shall apply to all taxable years beginning after December 31, 35 2014. If the Attorney General advises in accordance with this section that the decision of the 36 U.S. Supreme Court, expressly or in effect, does not invalidate the practice under Maryland 37 law of allowing, for State tax on income paid to another state, a credit only against the State

1 income tax for State tax, Section 4 of this Act shall be null and void and of no further force
 2 and effect.

3	SECTIO	ON 27. AND BE IT FURTHER ENACTED, That the Attorney General shall
4		sion of the U.S. Supreme Court in the appeal of Maryland State Comptroller
5	of the Treasur	y v. Brian Wynne, et ux. 431 Md. 147 (2013) and advise the Comptroller
6	whether the de	cision, expressly or in effect, requires the payment of income tax refunds and
7		table to taxable years beginning after December 31, 2005, but before January
8	1, 2015, and,	if the Attorney General so advises, the Comptroller shall initially pay the
9	•	terest from the Local Reserve Account (Account) established to comply with §
10	•	ux – General Article. After the Comptroller pays the refunds and interest from
11	•	ach local government shall reimburse the Account for its share of related
12	•	terest. If an affected local government does not reimburse the Account in a
13	timely fashion,	the Comptroller shall withhold the amount owed to the Account from the
14	quarterly incom	me tax distributions in nine equal installments, beginning with the first
15	applicable que	arterly distribution made after June 2016, until the Account is fully
16	reimbursed.	
17	$\underline{SECTIC}$	N 28. AND BE IT FURTHER ENACTED, That, notwithstanding any other
18	provision of la	w, on or before June 30, 2016, the Governor may transfer from the Special
19	Fund for Pres	ervation of Cultural Arts in Maryland established under § 4-801 of the
20	Economic Deve	lopment Article:
21	<u>(1</u>	) \$50,000 as a grant to the Board of Trustees of Sotterley Plantation
22	<u>Museum;</u>	
23	<u>(2</u>	§ \$125,000 as a grant to the Maryland Historical Society;
	4.0	)
24	<u>(3</u>	§ § § § § § § § § § § § § § § § § § §
. =		0
25	(4	<del>-</del>
26	<u>of making gran</u>	ats to arts organizations;
7.7	//	O 0407000 111 M 1 1 A 1 CC
27	<u>(5</u>	() \$467,000 as a grant to the Maryland Academy of Sciences;
20	((	or of the second
28	<u>(6</u>	\$25,000 as a grant to the Doleman Black Heritage Museum;
29	(5	(200 000 as a grant to Center Stage Associates Inc.
49	<u>(7</u>	(1) \$200,000 as a grant to Center Stage Associates, Inc.;
30	/6	\$60,000 as a grant to Anta Francis
30	<u>(8</u>	(1) \$68,080 as a grant to Arts Every Day;
31	<u>(9</u>	\$25,000 as a grant to Arena Players, Inc.;
JΙ	<u>( 3</u>	<u> </u>
32	(1	0) \$24,878 as a grant to the Prince George's African American Museum and
33		r at North Brentwood, Inc.; and

(11) \$50,000 as a grant to the Young Audiences of Maryland.

1 2 3 4	SECTION 29. AND BE IT FURTHER ENACTED, That for fiscal years 2017 and 2018 the Governor may transfer funds from the Revenue Stabilization Account of the State Reserve Fund to the General Fund only if the transfer is authorized by an Act of the General Assembly other than the State budget bill.
5 6 7 8 9	SECTION <u>15.</u> <u>24.</u> <u>30.</u> AND BE IT FURTHER ENACTED, That, if any provision of this Act or the application thereof to any person or circumstance is held invalid for any reason in a court of competent jurisdiction, the invalidity does not affect other provisions or any other application of this Act that can be given effect without the invalid provision or application, and for this purpose the provisions of this Act are declared severable.
10 11 12	SECTION <u>16. 25.</u> <u>31.</u> AND BE IT FURTHER ENACTED, That § 10–704 of the Tax – General Article, as enacted by Section 1 of this Act, shall be applicable to all taxable years beginning after December 31, 2014.
13 14	SECTION <u>26.</u> <u>32.</u> AND BE IT FURTHER ENACTED, That Section 2 of this Act shall take effect July 1, 2016.
15 16	<u>SECTION 27.</u> 33. AND BE IT FURTHER ENACTED, That Section 3 of this Act shall take effect July 1, 2015.
17 18	SECTION <u>17. 28.</u> <u>34.</u> AND BE IT FURTHER ENACTED, That, except as provided in Sections <u>26 and 27</u> <u>32 and 33</u> of this Act, this Act shall take effect June 1, 2015.
	Approved:
	Governor.
	Speaker of the House of Delegates.
	President of the Senate.